



## NATIONAL PLASTIC INDUSTRIES LIMITED

Regd. Office - 213, 214 & 215, Second Floor, Hub Town Solaries, N. S. Phadke Marg, Andheri (E), Mumbai - 400 069.  
Tel.: 91-22 6766 9999 | Fax: 022-6766 9998 | E-Mail: info@nationalplastic.com | Website: nationalplastic.com  
CIN: L25200MH1987PLC044707

30<sup>th</sup> July 2021

To,  
**BSE Ltd.**,  
P J Towers,  
Dalal Street, Fort,  
Mumbai - 400 001.

Dear Sir/ Madam,

Sub: Revised Annual Report for Financial Year 2020-21

Scrip Code: 526616

Scrip ID: NATPLAS

We are enclosing herewith revised Annual Report for the Financial Year 2020-21. Please note that there has been no change in financial or other statutory requirement except the name of Secretarial Auditor of the Company.

This is for your information and records.

Yours Faithfully,

For NATIONAL PLASTIC INDUSTRIES LIMITED



AMIT JAIN

COMPANY SECRETARY

eCSIN: EA060998B000022181





**34<sup>TH</sup>**  
**ANNUAL**  
**REPORT**

**2020-21**

**National Plastic Industries Limited**



FINANCIALS OF THE COMPANY AT A GLANCE					
OPERATING RESULTS	2016-17	2017-18	2018-19	2019-20	2020-21
Sales (Gross)	112,17,77,081	120,67,53,091	129,15,83,914	131,61,03,809	87,63,81,739
Profit before Interest, Depreciation and Tax	7,76,70,702	10,19,08,247	9,53,35,712	7,70,28,219	6,84,88,947
Interest	2,70,11,392	3,42,69,358	3,23,72,794	3,19,27,221	2,77,13,423
Depreciation	2,11,83,261	2,53,12,912	2,83,79,026	2,87,79,648	2,61,49,781
<b>Profit before Tax(Loss)</b>	<b>2,94,76,049</b>	<b>4,23,25,977</b>	<b>3,45,83,891</b>	<b>1,63,21,350</b>	<b>1,46,25,743</b>
<b>Profit after Tax (Loss)</b>	<b>1,06,69,690</b>	<b>3,25,22,131</b>	<b>2,22,80,534</b>	<b>2,11,23,411</b>	<b>2,37,61,767</b>
<b>Dividend (%)</b>	10	10	10	---	--
Equity Capital	9,12,96,000	9,12,96,000	9,12,96,000	9,12,96,000	9,12,96,000
Reserves & Surplus	14,72,92,589	16,67,86,685	17,59,71,253	18,28,38,643	20,69,76,865
<b>Net worth</b>	<b>23,85,88,589</b>	<b>25,80,82,685</b>	<b>26,72,67,253</b>	<b>27,41,34,643</b>	<b>29,82,72,865</b>
<b>Borrowings</b>					
Long Term	13,97,04,160	12,91,38,585	15,44,63,327	12,80,86,924	11,88,36,785
Short Term - Bank	23,80,69,019	26,98,03,945	27,15,32,136	27,58,05,166	24,07,28,957
<b>Total Borrowings</b>	<b>37,77,73,179</b>	<b>39,89,42,530</b>	<b>42,59,95,462</b>	<b>40,38,92,090</b>	<b>35,95,65,742</b>
<b>Gross Block</b>	66,24,90,752	70,74,24,260	75,15,26,113	77,17,09,269	81,67,95,907
Less : Depreciation	34,88,79,279	37,43,11,155	40,18,43,527	43,98,45,125	46,99,60,863
<b>Net Block</b>	<b>31,36,11,473</b>	<b>33,31,13,105</b>	<b>34,96,82,586</b>	<b>33,18,64,144</b>	<b>34,68,35,044</b>
Capital Work-in-progress	15,14,224	30,33,593	1,87,275	1,25,000	1,25,000
Investment	61,000	61,000	61,000	61,000	61,000
Current Assets, Loans and Advances	46,52,33,523	46,87,10,756	56,71,97,247	56,51,19,109	54,39,27,189
Less : Current Liabilities	42,73,94,136	40,47,31,242	46,62,76,538	46,57,02,236	41,77,78,344
Net Working Capital	3,78,39,387	6,39,79,514	10,09,20,709	9,94,16,873	12,61,48,845
<b>Book Value Per Share</b>	26.13	28.27	29.27	30.03	32.67
<b>EPS (Basic &amp; Diluted)</b>	1.17	3.56	2.44	2.31	2.60

## LETTER FROM MANAGING DIRECTOR

**Dear Shareholders,**

Hope you and your loved ones keeping safe and doing well.

### **Overview**

The unprecedented pandemic last year triggered grave challenges across the globe, related to both health and Finance, pushing organization to adopt and adapt newer processes and technologies to survive and grow. Likewise, your company too identified newer ways to continue its onward Journey.

The company aspires to be India's leading manufacturer providing the range of products under the homeware products including but not limited to furniture, housewares and Matts.

The Company faced a challenging business environment in FY2020-21 and the COVID-19 pandemic has caused a disruption to the global economic condition as well as volatile currency movements.

The gross turnover decreased to Rs. 87. 64 Crore from Rs. 131.61 Crore for the financial year ended 31st March, 2021. The decrease in Gross Turnover was mainly due to the closure of malls and offices due to Lockdown for uncertain periods, where Company sold most of its products. The Export was also dip to 15.07 Crore from 22.14 Crore last year.

The net profit after tax was Rs.2.38 Crore as compared to Rs. 2.11 Crore in previous year. The reason for higher profit was selling the products at good margin.

### **Looking Ahead**

The Company's Business are expected to remain challenging for the first quarter ending 30 June 2021 mainly due to the global economic uncertainties as a result of the impact of the COVID-19 outbreak. However, the Company continues to focus on its operational efficiency, cost control, cash conservation and ensuring sustainability of its existing businesses.

The India Government has stepped in to accelerating its vaccination drive, unlocking the restrictions imposed and opening of market will results in to good business for remaining three quarters for FY 2021-22.

### **Appreciation**

I express my gratitude to my fellow Board members for providing their valued suggestions. I commend my team as everyone at "National" has contributed to the company's growth and their commitment and sheer hard work is indeed an inspiration.

Customer satisfaction is our ultimate goal and we shall be determined in our efforts in maintaining and improving the topmost level towards the same.

On behalf of the Board of Directors of National Plastic Industries Limited, I want to thank you for your continued trust, confidence, and support.

**Warm Wishes**

**Thanking you**

**Paresh V. Parekh**

**Managing Director**

**DIN: 00432673**

## CONTENT

### **CORPORATE OVERVIEW**

Financial Highlight	A
Corporate Information	D

### **STATUTORY REPORTS**

Notice	01
Directors Report & Annexure	18
Management Discussion and Analysis	46
Corporate Governance Report	50

### **FINANCIAL REPORTS**

Independent Auditors Report	66
Statements Balance Sheet	70
Statement of Profit and Loss	71
Cash Flow Statement	72
Notes Forming Part of Account	75
Significant Accounting Policies	95

**CORPORATE INFORMATION**

**CIN: L25200MH1987PLC044707**

Sr No.	Name	Designation	DIN
1.	Mr. Paresh V. Parekh	Managing Director	00432673
2.	Mr. Ketan V. Parekh	Joint Managing Director	00432734
3.	Mr. Harsh Parekh	Whole-Time Director	06854020
4.	Mrs. Neeta Parekh	Non-Executive Director	00811690
5.	Mr. Rajeevrajan Kapur	Independent Director	00338947
6.	Mr. Bimal Parekh	Independent Director	00070178
7.	Mr. Nipun Shah	Independent Director (Up to 14.08.2020)	00195076
8.	Mr. Purnachandra Rao Dendukuri	Independent Director	06907588
9.	Mr. Vipul Amul Desai	Additional Independent Director (From 12.2.2021)	02074877

**Chief Financial Officer**

Mr. Umesh L. Shenoy

**Registered Office**

Office No. 213, 214 & 215, 2nd Floor,  
Hub town Solaris, N.S Phadke Marg,  
Andheri (East), Mumbai – 400 069.

**Tel. No.:** 022-67669999

**Fax No.:** 022-67669998

**Company Secretary**

Ms. Mayuri Joshi (Resigned on April 14, 2021)

Mr. Amit Jain (Appointed on June 10, 2021)

**Bankers**

Corporation Bank

Yes Bank

Kotak Mahindra Bank

HDFC Bank

**Registrar & Transfer Agent**

Link Intime (India) Private Limited

C101, 247 Park, LBS Marg, Vikhroli West, Mumbai,  
Maharashtra, 400083

**Tel No.:** 022 –4918 6270/1800 1020 878

**Fax:** 022 – 4918 6060

**Email ID:** rtn.hepldesk@linkintime.co.in

**Website:** www.linkintime.co.in

**Investor Queries**

investor@nationalplastic.com

**Statutory Auditor**

M/s. R.S. Prabhu & Associates, Chartered Accountants

**Stock Exchange**

BSE Limited

**Internal Auditor**

M/s. Parekh Sharma & Associates, Chartered Accountants

**Website**

[www.nationalplastic.com](http://www.nationalplastic.com)

**Secretarial Auditor**

M/s. Ragini Chokshi & Co., Practicing Company Secretary

**Cost Auditor**

M/s. N. Ritesh & Associates

**As a Measure of Economy, copies of Annual Report will not be distributed at the Annual General Meeting. Shareholders are requested to kindly bring copies of their Annual Report to the Meeting.**

**NOTICE**

**Notice** is hereby given that the Thirty Forth Annual General Meeting (**34th AGM**) of the Members of National Plastic Industries Limited (CIN 5200MH1987PLC044707), will be held on Friday, July 30, 2021 at 4:30 PM through Video Conferencing/ Other Audio Visual Means ("VC/OAVM") to transact the following business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Financial Statements of the Company for the year ended March 31, 2021 the reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mrs. Neeta Ketan Parekh (DIN: 00811690), who retires by rotation and being eligible, offers herself for re-appointment.

**SPECIAL BUSINESS:**

3. To consider and if thought fit, to pass, the following Resolution as an **Ordinary Resolution**:

**RESOLVED THAT** pursuant to provisions of Section 149,152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 ("Act") read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and other applicable Regulations and schedules and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 ("SEBI Listing Regulations"), (including any statutory modification(s) or re-enactment for the time being in force) Mr. Vipul Desai (DIN: 02074877) who was appointed by the Board of directors as an Additional Non Executive Independent Director of the Company with effect from 12<sup>th</sup> February 2021 pursuant to the provisions of section 161(1) of the Companies Act, 2013 and pursuant to the applicable Articles of Association of the company, and who holds office up to the date of this Annual General Meeting of the Company in terms of Section 161 of the Companies Act, 2013 and who has submitted a declaration that he meets the criteria of the independent directorship as provided in section 149(6) of the Act and he is not debarred from holding the office of director by virtue of any SEBI order or any other such authority, who is eligible for appointment, on recommendation of the Nomination an Remuneration Committee, be and is hereby appointed as an Independent Non Executive Director of the Company, who shall hold office for a period of five years from the date of appointment and whose office shall not, henceforth, be liable to retire by rotation.

**RESOLVED FURTHER THAT** to give effect to this resolution, any one director or Chief Financial Officer or Company Secretary of the Company be and are hereby authorised to do all the acts, deeds, matters and things as they may in their absolute discretion deem necessary, to settle any question, difficulty or doubt that may arise in this regard and to sign and execute all necessary documents, applications, returns and writings as may be necessary, proper, desirable or expedient."

4. **TO APPROVE THE REMUNERATION PAYABLE TO THE COST AUDITOR OF THE COMPANY**

To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution

**RESOLVED THAT** pursuant to the provisions of Section 148 and other applicable provisions of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), M/s. N. Ritesh & Associates, Cost Accountants (Firms Registration



No. R100675) appointed by the Board of Directors as Cost Auditors of the Company to conduct audit of cost records of the Company for the financial year 2021-2022 be paid a remuneration of Rs. 75,000/- (Rupees Seventy Five Thousand only)

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

**By the order of Board of Directors  
For National Plastic Industries Limited  
Sd/-  
Paresh Vinod Parekh  
Chairman  
(DIN: 00432673)**

**Date: 10th June 2021**

**Place: Mumbai**

**Registered Office:**

Office No. 213,214 & 215, 2<sup>nd</sup> Floor,  
Hubtown Solaris, N. S. Phadke Marg,  
Andheri (East), Mumbai – 400069.  
Tel: +91 22 67669999, fax: +91 22 67669998,  
Email: [investor@nationalplastic.com](mailto:investor@nationalplastic.com)  
Website: [www.nationalplastic.com](http://www.nationalplastic.com)

**NOTES :**

1. The Explanatory Statement pursuant to the provisions of Section 102 of the Companies Act, 2013 in respect of the business at item No. 3 and 4 above is annexed hereto and forms as a part of the notice.
2. Since the meeting is held through VC/OAVM, no proxy allowed as per MCA circular, mention specifically that proxy is not allowed
3. Corporate Members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
4. The Annual Report will also be available on the website of the Company at [www.nationalplastic.com](http://www.nationalplastic.com) in the Investors section.
5. The Register of Members and the Share Transfer Books shall remain closed from Saturday, 24th July 2021 to Friday, 30th July 2021 (both days inclusive), for the purpose of Annual General Meeting (AGM) of the Company.

**General instructions for accessing and participating in the 34<sup>th</sup> AGM through VC/OAVM Facility and voting through electronic means including remote e-Voting**

- 1 As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM, and the deemed venue for the 34th AGM shall be the registered office of the Company.
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in

pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.

6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice along with explanatory statement calling the AGM has been uploaded on the website of the Company at [www.nationalplastic.com](http://www.nationalplastic.com). The Notice can also be accessed from the websites of the Stock Exchange i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com). The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. [www.evotingindia.com](http://www.evotingindia.com).
7. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.
8. In continuation of this Ministry's General Circular No. 20/2020, dated 05th May, 2020 and after due examination, it has been decided to allow companies whose AGMs were due to be held in the year 2020, or become due in the year 2021, to conduct their AGMs on or before 31.12.2021, in accordance with the requirements provided in paragraphs 3 and 4 of the General Circular No. 20/2020 as per MCA circular no. 02/2021 dated January,13,2021.

**THE INTRUCTIONS FOR SHAREHOLDRES FOR REMOTE E-VOTING ARE AS UNDER:**

- (i) The voting period begins on 27th July 2021 (9:00 A.M.) and ends on 29th July 2021 (5:00 P.M.). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 23rd July, 2021 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

- (iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to above-said SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> <li>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</li> <li>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there are also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</li> <li>3) If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></li> <li>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page or click on <a href="https://evoting.cdslindia.com/Evoting/EvotingLogin">https://evoting.cdslindia.com/Evoting/EvotingLogin</a> The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.</li> </ol>
Individual Shareholders holding securities in demat mode with NSDL	<ol style="list-style-type: none"> <li>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> </ol>

	<p>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select “Register Online for IDeAS “Portal or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting</p>
<p>Individual Shareholders (holding securities in demat mode) login through their <b>Depository Participants</b></p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL**

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022- 23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30

(v) Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form.

- 1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- 2) Click on “Shareholders” module.
- 3) Now enter your User ID

- a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
  - 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
  - 6) If you are a first-time user follow the steps given below:

	<b>For Physical shareholders and other than individual shareholders holding shares in Demat.</b>
<b>PAN</b>	Enter your 10digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> <li>• Shareholders who have not updated their PAN with the Company/ Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA..</li> </ul>
<b>Dividend Bank Details OR Date of Birth (DOB)</b>	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> <li>• If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.</li> </ul>

- (vi) After entering these details appropriately, click on "SUBMIT" tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the NATIONAL PLASTIC INDUSTRIES LIMITED on which you choose to vote.
- (x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/ NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

(xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xvi) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the “Corporates” module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address [investor@nationalplastic.com](mailto:investor@nationalplastic.com), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

**INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:**

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least **10 days prior to meeting** mentioning their name, demat account number/folio number, email id,

mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.

8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

**PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NUMBER ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.**

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact at 022-23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL, ) Central Depository Services (India) Limited, A Wing, 25th Floor, MarathonFuturex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call on 022-23058542/43.

- I. A member may participate in the AGM even after exercising his right to vote through remote e-voting but shall not be allowed to vote again at the AGM.
- II. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting or voting at the AGM through ballot paper.
- III. Mrs. Ragini Chokshi, Practicing Company Secretary (Membership No. 2390) of Ragini Chokshi & Co. has been appointed as the Scrutinizer for providing facility to the members of the Company to scrutinize the voting and remote e-voting process in a fair and transparent manner.



- IV. The Scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes cast at the meeting and thereafter, unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
- V. The Results declared along with the report of the Scrutinizer shall be placed on the website of the Company [www.nationalplastic.com](http://www.nationalplastic.com) and on the website of CDSL immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the BSE Limited, Mumbai.
- VI. The voting rights of members shall be in proportion to their shares of the paid-up equity share capital of the company as on the cut-off date i.e. 23rd July, 2021.
- VII. Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. 23rd July, 2021, may obtain the login ID and password by sending a request [investor@nationalplastic.com](mailto:investor@nationalplastic.com).
11. For transfer of shares held in Physical mode the transferee should submit along with the transfer documents copy of PAN Card for registration of transfer request.
12. The Securities and Exchange Board of India (SEBI) and Reserve Bank of India (RBI) have advised all listed companies to mandatorily use the Electronic Clearing Services (ECS) mandate facility wherever possible for payment of dividend to the Members. In view of this stipulation, the Company has implemented the ECS facility. Members holding shares in physical form are requested to provide the Company with ECS details for crediting the future dividend payment directly to their respective bank accounts. The Company shall be able to co-ordinate with the bankers only on receipt of necessary information. The Members holding shares in electronic form may instruct their DP's accordingly.
13. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company / Link Intime (India) Private Limited (RTA) C101, 247 Park, LBS Marg, Vikhroli West, Mumbai, Maharashtra-400083, Tel. No.: 022 -4918 6270, website: [www.linkintime.co.in](http://www.linkintime.co.in)
14. Members holding shares in dematerialized form are requested to intimate all changes pertaining to their registered email id, bank details, NECS, Mandates, Nominations, power of attorney etc to their Depository Participants. Changes intimated to the Depository Participants will then be automatically reflected in the Company's records which will help the Company and its Registrar and Transfer Agents, M/s. Link Intime (India) Private Limited, to provide efficient and better service to the Members. Members holding shares in physical form are requested to advice such changes to the Company's Registrar and Transfer Agents, M/s. Link Intime (India) Private Limited.
15. Those members who have so far not encashed their dividend warrants for below mentioned financial years, may claim or approach the company or Registrar and Share Transfer Agents as mentioned above for the payment thereof, as the same will be transferred to Investor Education Protection Fund (IEPF) established pursuant to section 125(1) of the

Companies Act, 2013 if a member does not claim amount for a consecutive period of seven years or more.

Financial Year ended	Due Date of Transfer
2014-15	November 05, 2022
2015-16	October 29, 2023
2016-17	October 29, 2024
2017-18	October 25, 2025
2018-19	October 27, 2026

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the “Corporates” module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; [cs@nationalplastic.com](mailto:cs@nationalplastic.com)/[investor@nationalplastic.com](mailto:investor@nationalplastic.com), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

If you have any queries or issues regarding attending AGM & e-Voting from the e-Voting System, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact Mr. Nitin Kunder (022-23058738 ) or Mr. Mehboob Lakhani (022-23058543) or Mr. Rakesh Dalvi (022-23058542).

- I. A member may participate in the AGM even after exercising his right to vote through remote e-voting but shall not be allowed to vote again at the AGM.
- II. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting or voting at the AGM through ballot paper.
- III. Mrs. Ragini Chokshi, Practicing Company Secretary (Membership No. 2390) of Ragini Chokshi & Co. has been appointed as the Scrutinizer for providing facility to the members of the Company to scrutinize the voting and remote e-voting process in a fair and transparent manner.

- IV. The Scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes cast at the meeting and thereafter, unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
- V. The Results declared alongwith the report of the Scrutinizer shall be placed on the website of the Company [www.nationalplastic.com](http://www.nationalplastic.com) and on the website of CDSL immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the BSE Limited, Mumbai.
- VI. The voting rights of members shall be in proportion to their shares of the paid-up equity share capital of the company as on the cut-off date i.e September 11, 2020.
- VII. Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. September 11, 2020, may obtain the login ID and password by sending a request [investor@nationalplastic.com](mailto:investor@nationalplastic.com).
7. For transfer of shares held in Physical mode the transferee should submit along with the transfer documents copy of PAN Card for registration of transfer request.
8. The Securities and Exchange Board of India (SEBI) and Reserve Bank of India (RBI) have advised all listed companies to mandatorily use the Electronic Clearing Services (ECS) mandate facility wherever possible for payment of dividend to the Members. In view of this stipulation, the Company has implemented the ECS facility. Members holding shares in physical form are requested to provide the Company with ECS details for crediting the future dividend payment directly to their respective bank accounts. The Company shall be able to co-ordinate with the bankers only on receipt of necessary information. The Members holding shares in electronic form may instruct their DP's accordingly.
9. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company / Sharex Dynamic (India) Private Limited (RTA) C101, 247 Park, LBS Marg, Vikhroli West, Mumbai, Maharashtra, 400083, Tel. No.: 022 - 28515644/5606, website: [www.sharexindia.com](http://www.sharexindia.com).
10. Members holding shares in dematerialized form are requested to intimate all changes pertaining to their registered email id, bank details, NECS, Mandates, Nominations, power of attorney etc to their Depository Participants. Changes intimated to the Depository Participants will then be automatically reflected in the Company's records which will help the Company and its Registrar and Transfer Agents, M/s. Sharex Dynamic (India) Private Limited, to provide efficient and better service to the Members. Members holding shares in physical form are requested to advice such changes to the Company's Registrar and Transfer Agents, M/s. Sharex Dynamic (India) Private Limited.

11. Those members who have so far not encashed their dividend warrants for below mentioned financial years, may claim or approach the company or Registrar and Share Transfer Agents as mentioned above for the payment thereof, as the same will be transferred to Investor Education Protection Fund (IEPF) established pursuant to section 125(1) of the Companies Act, 2013 if a member does not claim amount for a consecutive period of seven years or more.

Financial Year ended	Due Date of Transfer
2014-15	November 05, 2022
2015-16	October 29, 2023
2016-17	October 29, 2024
2017-18	October 25, 2025
2018-19	October 27, 2026

In accordance with section 124(6) of the Act read with Rule 6 of Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 as amended time to time, if a member does not claim the dividend amount for consecutive period of seven years or more, then the shares held by him/ her shall be transferred to Demat account of IEPF authority. However, both unclaimed dividend and shares transferred to IEPF authority can be claimed from IEPF authority by making an online application in the prescribed form IEPF-5 available on [www.iepf.gov.in](http://www.iepf.gov.in) and by sending the physical copy of the same duly signed along with requisite documents to the company at the registered office for verification of the claim. The Company Secretary acts as the Nodal Officer for IEPF matters.

16. Pursuant to the provisions of Investor Education and Protection Fund (Uploading of information regarding unpaid and unclaimed amounts lying with companies) Rules, 2012, the Company has uploaded the details of unpaid and unclaimed amounts lying with the Company as on March 31, 2021 on the website of the Company ([www.nationalplastic.com](http://www.nationalplastic.com)), as also on the website of the Ministry of Corporate Affairs.
17. For receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically, the members, who have not registered/updated their e-mail address so far, are requested to register/update their e-mail addresses, in respect of electronic holdings with the Depository through their concerned Depository Participant. Members who hold shares in physical form and who are desirous of receiving the communications/documents in electronic form are requested to promptly register their e-mail addresses with the Company.
18. Adhering to the various requirements set out in the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended, the Company has, during financial year 2020-21, not transferred to the IEPF Authority any Dividend and shares, as the Company has note issued Dividend in the Year 2013-14. Details of shares transferred to the IEPF Authority are available on the website of the Company. The said details have also been uploaded on the website of the IEPF Authority and the same can be accessed through the link: [www.iepf.gov.in](http://www.iepf.gov.in).

Further, Members may note that shares as well as unclaimed dividends transferred to IEPF Authority can be claimed back from them. Concerned members/investors are advised to visit the weblink: <http://iepf.gov.in/IEPFA/refund.html> or contact RTA for lodging claim for refund of shares and / or dividend from the IEPF Authority

**Please note that as a valued shareholder of the Company, you are always entitled to receive, on request, a printed copy of the Annual Report and all other documents as stated above, free of cost.**

**By the order of Board of Directors  
For National Plastic Industries Limited  
PARESH VINOD PAREKH  
CHAIRMAN  
(DIN: 00432673)**

**Date: 10<sup>th</sup> June, 2021**

**Place: Mumbai**

**Registered Office:**

Office No. 213,214 & 215, 2<sup>nd</sup> Floor,  
Hubtown Solaris, N. S. Phadke Marg,  
Andheri (East), Mumbai – 400069.

Tel: +91 22 67669999.

fax: +91 22 67669998

Email: [investor@nationalplastic.com](mailto:investor@nationalplastic.com)

Website: [www.nationalplastic.com](http://www.nationalplastic.com)

**EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013.**

The following statement sets out all material facts relating to special business mentioned in the Notice.

**Item No. 3:**

Pursuant to the provisions of Section 161(1) of the Companies Act, 2013 (the Act) and the Articles of Association of the Company, the Board of Directors (the Board) has appointed, Mr. Vipul Desai as an Additional Non Executive Independent Director of the Company with effect from 12th February, 2021 who would hold office up to the date of the ensuing Annual General Meeting. Further he was also appointed as Independent Director for a period of five years subject to approval of Members of the Company.

Mr. Desai is a Fellow Member of Institute of Company Secretaries of India. He has 40 years of rich experience from Finance Manager & Company Secretary to President – Corporate Affairs & Biz Development in Corporate like, NECO, Mittals, TATA-AIG Insurance, Deutsche Bank, Mafatlals, and many more in India.

Brief profile of Mr. Vipul Desai as stipulated under Regulation 36(3) of the SEBI Listing Regulations is given as an annexure to this Notice.

Mr. Vipul Desai is not disqualified from being appointed as a Director in terms of Section 164 of the Act and has given his consent to act as a Director of the Company. The Company has also received a declaration from Mr. Desai stating that he meets with the criteria of independence as prescribed under sub-section (6) of Section 149 of the Act and SEBI Listing Regulations and he is not debarred from holding the office of director by virtue of any SEBI order or any other such authority.

In the opinion of the Board, Mr. Vipul Desai fulfils the conditions for his appointment as an Independent Director as specified in the Act. Keeping in view his expertise and vast knowledge, it will be in the interest of the Company to appoint Mr. Vipul Desai as an Independent Director, not liable to retire by rotation. He shall be paid remuneration by way of fee for attending meetings of the Board or Committees thereof or for any other purpose whatsoever as may be decided by the Board, reimbursement of expenses for participating in the Board and other meetings.

Copy of the letter of appointment of Mr. Vipul Desai as an Independent Director setting out the terms and conditions is available for inspection by members at the Registered Office of the Company on all working days (Monday to Friday) during business hours, up to the date of the Annual General Meeting.

Except Mr. Vipul Desai, none of the other Directors, Key Managerial Personnel of the Company and their relatives are concerned or interested (financially or otherwise), in this resolution.

The Board recommends the Resolution at Item No. 3 of the accompanying Notice for approval by the Members

**Item No. 4:**

The Board of Directors of the Company, on the recommendation of the Audit Committee, had approved the appointment and remuneration of M/s N. Ritesh & Associates, Cost Accountants (Firms Registration No R100675) to conduct the audit of the Cost Records of the Company for the financial year 2021-2022. In terms of provisions of Section 148(3) of the Companies Act, 2013 read with Rule 14(a)(ii) of the Companies (Audit and Auditors) Rules, 2014, the

remuneration payable to the Cost Auditor along with the reimbursement of expenses incurred towards the audit is required to be approved by the Members of the Company. Accordingly, consent of the Members is sought to approve the remuneration payable to the Cost Auditors.

No Director, Key Managerial Personnel or their relatives, are interested or concerned in the resolution.

The Board recommends the Resolution at Item No. 4 of the accompanying Notice for approval by the Members.

**By the order of Board of Directors  
For National Plastic Industries Limited  
PARESH VINOD PAREKH  
CHAIRMAN  
(DIN: 00432673)**

**Date: 10<sup>th</sup> June, 2021**

**Place: Mumbai**

**Registered Office:**

Office No. 213,214 & 215, 2<sup>nd</sup> Floor,  
Hubtown Solaris, N. S. Phadke Marg,  
Andheri (East), Mumbai – 400069.

Tel: +91 22 67669999.

fax: +91 22 67669998

Email: [investor@nationalplastic.com](mailto:investor@nationalplastic.com)

Website: [www.nationalplastic.com](http://www.nationalplastic.com)

**Annexure to the Notice**

**Pursuant to Regulation 36 of the SEBI (LODR) Regulations 2015, and pursuant to clause 1.2.5 of the Secretarial Standard on General Meetings (SS-2) details of directors proposed to be appointed/re-appointed at the ensuing 34th Annual General Meeting are given below:**

<b>Name of the Director</b>	<b>Mrs. Neeta Parekh</b>	<b>Mr. Vipul Desai</b>
DIN	00811690	02074877
Date of Appointment	November 11, 2015	February 12, 2021
Date of Birth	February 4, 1967	December 27, 1955
Age	54 years	65 years
Qualification	Bachelor of Commerce and Designer	Degree in Commerce, Management and Law with professional qualification of Company Secretary and Cost Accountancy.
Expertise in specific functional areas	She has rich expertise in management.  Apart from this Crucial role in the organization, she plays a key role in the formation and implementation of strategies.	He has 40 years of rich experience from Finance Manager & Company Secretary to President – Corporate Affairs & Biz Development in Corporate like, NECO, Mittals, TATA-AIG Insurance, Deutsche Bank, Mafatlals, and many more in India.
Directorships held in other public companies (excluding foreign companies and Section 8 companies)	Nil	Nil
Memberships/Chairmanships of committees of other public companies	Nil	Nil
Number of shares held in the Company	9,69,000	Nil
Relationship, if any, with other Directors, Managers and Key Managerial Personnel	Mrs. Neeta Parekh is wife of Mr. Ketan Parekh, Joint Managing Director and Promoter of the Company.	Nil
Details of last drawn remuneration	Nil	Nil
Number of Board Meetings held and attended during the year.	2	NA

**Terms and Condition for Appointment/Re-appointment:**

The term of appointment of an Independent Director (ID) of the Company is for a period of 5 consecutive years from the date of his appointment.

Independent Director is not liable to retire by rotation. Appointment of every Independent Director shall be approved by members' of the Company.

Independent Director is not liable to retire by rotation. Independent Directors will be eligible for re-appointment for another term of 5 consecutive years, after the completion of their tenure of first 5 years, subject to Board approval, and the passing of a Special Resolution by Members.



## DIRECTORS' REPORT

Dear Members,

Your Directors are pleased to present the 34th Annual Report on business and operations of your company together with the Audited Financial Statements of the Company, for the year ended March 31, 2021.

### **FINANCIAL RESULTS:**

Particulars	2020-2021	2019-2020
Sales & Other Income	89,00,13,908	1,33,49,76,600
Gross Profit before Depreciation & Interest	6,84,88,947	7,70,28,219
Less : Interest	2,77,13,423	3,19,27,221
Depreciation	2,61,49,781	2,87,79,648
<b>Profit for the year</b>	<b>1,46,25,743</b>	<b>1,63,21,350</b>
Less : Deferred Tax Liabilities	(91,36,024)	(4,802,061)
<b>Net Profit after Tax</b>	<b>23,761,767</b>	<b>21,123,411</b>
Add : Balance brought forward from previous year (Adjusted)	6,69,67,064	6,00,89,641
Balance Available for appropriation	9,07,28,831	8,12,13,051
<b>Appropriation</b>		
Proposed Dividend	-	91,29,600
Dividend Tax	-	18,58,572
Grant Adjustments	-	(29,46,926)
Other Comprehensive Income	3,66,422	(3,20,923)
Transfer to General Reserve	-	-
<b>Balance C/f to Balance Sheet</b>	<b>9,10,95,253</b>	<b>6,69,57,030</b>

### **COMPANY'S OPERATIONAL PERFORMANCE:**

The gross turnover of the Company has reduces to Rs. 87.64 Crore from Rs. 131.61 Crore in last year registering a reduction of around 50.18%. The reduction in gross turnover was reported due to COVID-19 Pandemic effect on first half of the Financial Year.

The Government has imposed stringent Lockdown during the first quarter, in which the Company has reported major loss for the year. In the second quarter, after open up of market from mid-June the Company has slowly and gradually started working. The third and fourth quarter was reported recovery from the losses by registering handsome profit.

Your Company has registered lower profit before tax of Rs. 1.46 Crore as compared to Rs. 1.63 Crore in the previous year but higher net profit after tax of Rs.2.38 Crore as compared to Rs. 2.11 Crore in previous year. The reason for higher profit was selling the products at good margin.

Your Company performed well during the second half on the Financial Year of 2020-21 by efficiently managing the resources, which resulted into improved quality of the products. The Silvassa Factory of the Company has reported higher profit and sale as compare to the Patna

and Nerrole Factory. The Company is taking all necessary steps to reduce wastages and make production cost efficient and will surely be able to achieve its targets.

The PVC flooring Mats business in Nellore, Andhra Pradesh in the southern part of the country under the brand name INSTA has done fairly well during the year 2020 - 2021. The air-cooler business of the Company was marginal during the year.

**DIVIDEND:**

The Company does not propose any dividend for the year 2020-2021..

**SUBSIDIARIES AND JOINT VENTURES:**

The Company does not have any Subsidiary Company or Joint Venture.

**SHARE CAPITAL**

There was no change in the Company's share capital during the year under review. The Company's paid up Equity Share Capital to stand at Rs. 912.96 lakhs comprising of 91,29,600 equity shares of Rs.10 each as on March 31, 2021.

**TRANSFER TO RESERVES**

There is no amount proposed to be transferred to Reserves out of profits of the financial year 2020 -21.

**EXTRACT OF ANNUAL RETURN**

As required pursuant sub-section (3) of Section 92 of the Companies Act 2013, read with Rule 12 of the Companies (Management and Administration) Rules, 2014 the extract of the Annual Return as at March 31, 2021 forms part of this report as Annexure – 1 and also available on the Company's Website:

<http://www.nationalplastic.com/MenuDetailsCommon/Details/187>

**NUMBER OF MEETINGS OF THE BOARD:** During the year under review, four (4) Board meetings were held. Details of which are as follows:

Sr. No.	Date of Board Meeting
1.	30th June, 2020
2.	14th August, 2020
3.	12th November 2020
4.	12th February 2021

The maximum interval between any two meetings did not exceed 120 days.

Details of the meetings and the attendance of the Directors are mentioned in the Corporate Governance Report.

**Separate Meeting of Independent Directors**

A meeting of the Independent Directors of the Company was held on August 14, 2020 and the same was attended by Mr. Bimal Parekh and Mr. Purnachandra Rao Dendukuri.

**Number of Meetings of Committees of the Board of Directors**

The Board has established various Committees as a matter of good corporate governance

practice and as per the requirements of the Companies Act, 2013:

- 1. Audit Committee**
- 2. Stakeholders Relationship Committee**
- 3. Nomination and Remuneration Committee**
- 4. Executive Management Committee**

**DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

**a) Composition:**

During the year under review, the Board of your Company is duly constituted in accordance with the requirements of Companies Act, 2013. During the year under review the Board Comprised of 8 Directors out of which 3 are Executive Directors, 1 Non-Executive Director and 4 Non-Executive Independent Director.

In the Financial year 2020-21, Mr. Nipun Shah, Independent Director of the Company has resigned on 14th August, 2020, and in his place the Company has appointed Mr. Vipul Desai as Additional Independent Director in the Board Meeting held on 12th February, 2021.

**b) Retirement by Rotation:**

As per the provisions of the Companies Act, 2013, Mrs. Neeta Ketan Parekh, Non-Executive Director who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment to the Board. Her profile details are contained in the accompanying Notice of the AGM.

**c) Regularization of appointment of additional Director:**

During the year, Mr. Vipul Desai, was appointed as additional Director on February 12, 2021 by the Board of Directors till the conclusion of ensuing AGM, and was also appointed as Independent Director for a period of five years' subject to approval of members at ensuing AGM.

**d) Declaration by Independent Directors**

The Company has received declaration from all the Independent Directors of Company confirming that they meet with the criteria of Independence as prescribed pursuant to the provisions of Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**e) Familiarization Program for Independent Directors**

The Company has set Familiarization Program for Independent Directors with regard to their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, the business model of the Company etc. The details of which are available on the website of the Company ([www.nationalplastic.com](http://www.nationalplastic.com)).

**f) Board Evaluation**

In terms of the provisions of the Companies Act, 2013, a structured questionnaire was prepared after taking into consideration the various aspects of the Board functioning

like composition of the Board and its committees, culture, execution and performance of Specific duties, obligations and governance.

The Independent Directors, in their separate meeting held on June 10, 2021 evaluated the performance of the Board, the Chairperson and the Non-Independent Directors. The result of the evaluation is satisfactory and sufficient and meets the requirements of the Company.

Further, the Annual Performance Evaluation was also carried out by the Board for the financial year 2020 – 2021 in respect of its own performance, the evaluation of the working Committees, Directors through peer evaluation excluding director being evaluated.

**g) Key Managerial Personnel**

Ms. Mayuri Joshi was appointed as Company Secretary and Compliance Officer w.e.f 11th December, 2019. Ms. Mayuri Joshi Resigned as a Company Secretary on 14th April 2021. Mr. Amit Jain has been appointed as Company Secretary and Compliance Officer w.e.f. 10th June, 2021.

Mr. Paresh Parekh, Managing Director; Mr. Ketan Parekh, Joint Managing Director; Mr. Harsh Parekh, Whole Time Director; Mr. Umesh Shenoy, Chief Financial Officer and Mr. Amit Jain, Company Secretary of the Company are the Key Managerial Personnel as per the provisions of the Companies Act, 2013.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

The Board of Directors acknowledge the responsibility for ensuing compliances with the provisions of Section 134(3) read with Section 134(5) of the Companies Act, 2013 in the preparation of annual accounts for the year ended on March 31, 2021 and states that:

- i. in the preparation of the annual accounts for the year ended March 31, 2021, the applicable accounting standards had been followed along with proper explanations relating to material departures;
- ii. they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2021 and of the profits of the Company for the financial year ended March 31, 2021;
- iii. they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. they had prepared the annual accounts on a going concern basis;
- v. they had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- vi. they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**DETAILS OF REMUNERATION TO DIRECTORS:**

The information relating to remuneration of directors as required under Section 197(12) of the Companies Act, 2013 is given in Annexure – 2.

**POLICY RELATING TO DIRECTORS:**

The policy framed by the Nomination & Remuneration Committee under Section 178(3) of the Companies Act, 2013 is as below:

**Appointment Criteria and Qualifications**

- a) The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.
- b) The Committee shall identify the extent to which the appointee is likely to contribute to the overall effectiveness of the Board, work constructively with the existing directors and enhance the efficiencies of the Company;
- c) The Committee has discretion to decide whether qualification, expertise and experience possessed by a person are sufficient / satisfactory for the concerned position.

**Remuneration to Directors**

a) **Remuneration to Whole-time / Executive / Managing Director:**

The Remuneration/ Compensation/ Commission etc. to be paid to Director /Managing Director etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under including any amendments thereto or any other enactment for the time being in force. The Whole-time / Executive / Managing Director shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee. The break-up of the pay scale and quantum of perquisites including employer's contribution to PF, pension scheme, medical expenses, club fees etc. shall be decided and approved by the Board on the recommendation of the Committee and approved by the shareholders and Central Government, wherever required.

If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration in accordance with the provisions in Schedule V of the Companies Act, 2013 and if it is not able to comply with such provisions, with the previous approval of the Central Government.

If, any Whole-time Director/Managing Director draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Companies Act, 2013 or without the prior sanction of the Central Government, wherever required, he/she shall refund such excess remuneration to the Company and until such sum is refunded, hold it in trust for the Company. The recovery of such sums refundable shall not be waived by the Company unless permitted by the Central Government.

b) **Remuneration to Non- Executive / Independent Director:**

The Non-Executive/Independent Director may receive remuneration / compensation / commission as per the provisions of Companies Act, 2013 and the rules made thereunder. The amount of sitting fees shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under including any amendments thereto or any other enactment for the time being in force.

The Independent Director shall not be entitled to any stock option of the Company.

**Evaluation**

The Committee shall carry out evaluation of performance of every Director at regular interval (yearly)

### **Removal**

The Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the said Act, rules and regulations.

### **Retirement**

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

### **PARTICULARS OF EMPLOYEES:**

None of the employees of the Company were drawing a remuneration exceeding Rs. 1,02,00,000/- per annum or Rs. 8,50,000/- per month or part thereof. The information required under Section 197 (12) of the Companies Act, 2013 read with Rule 5(2) & (3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended by Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016 is given in the Annexure - 3 to this report.

Your Directors value the commitment of the employees towards the Company and appreciate their valuable contributions for the progress and growth of the Company.

### **AUDITOR AND AUDITOR'S REPORT:**

#### **a) Statutory Auditor:**

At the Company's 30th Annual General Meeting held on September 20, 2017, M/s. R.S. Prabhu & Associates, Chartered Accountants (Firm registration No. 127010W), were appointed as Company's Statutory Auditors to hold office till the conclusion of the 35th Annual General Meeting, subject to ratification by the members at every Annual General Meeting until the expiry of the period of original appointment. However, the Companies Amendment Act, 2017 (Vide notification dated May 7, 2018 issued by Ministry of Corporate Affairs) omits the provision related to Annual Ratification from Companies Act, 2013 and the requirement of seeking ratification of appointment of statutory auditors by members at each AGM has been done away with.. Accordingly, no such item has been considered in notice of the 34th AGM of the Company.

The Auditors Report to the shareholders for the year under review below mentioned qualification.

***Qualification: As per the information and explanations provided to us, title deeds of immovable properties and lease agreements of leasehold property are generally in the name of the Company except for freehold land held by the Company, located at Kashimira, Mumbai, Maharashtra, title of which is under dispute. (Gross Block & Net Block as at 31/03/2021 Rs.8,86,603).***

***Management view:***

The Notes on Financial Statements referred to in the Auditors' Report are self-explanatory and do not call for any further comments.

**Reporting of fraud by the Auditor under Section 143(12) of the Companies Act, 2013**

The Board of Directors states that M/s. R.S. Prabhu & Associates, Chartered Accountants, Mumbai (Firm Reg no. 110639W), Statutory Auditors have not reported of any fraud involving any amount committed by the Company to the Central Government or to the Board of Directors or Audit Committee of the Company.

**b) Secretarial Auditor**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company had appointed M/s. Ragini Chokshi & Co., Practicing Company Secretaries, to undertake the Secretarial Audit of the Company for the FY 2020 - 2021. The Report of the Secretarial Audit carried out is annexed herewith as Annexure -4.

The Secretarial Audit report, as issued by the secretarial auditor in Form MR-3 contain following observations or qualifications requiring explanation or comments from the Board under Section 134(3) of the Companies Act, 2013:

1. As per Regulation 17(1)(b) of the SEBI (LODR), 2015, there was non-compliance in the composition of the board of directors in regards to the minimum requirement of independent directors during the period from August 18, 2020 till February 12, 2021.

*The Company was in compliance throughout the year but due to resignation of Mr. Nipul Shah, Ex-Independent Director on grounds of personal issues and due to resurgence from COVID-19 Pandemic the Company took time to appoint new Independent Director.*

2. As per Regulation 18(2)(b) of the SEBI (LODR), 2015, the company had improper quorum present in the audit committee meetings held on 30th June 2020, 14th August 2020 & 12th December 2020, with having only one independent director instead of two.

*Remark: Due to personal grounds of Independent Directors of the Company, the quorum was short at the time and date of convening of Committee Meeting.*

3. As per Regulation 25(6) of the SEBI (LODR), 2015, the company made a new appointment of independent director (on 12/02/2020) beyond the timeline of 3 months, in place of the independent director who retired (on 18/08/2020).

*Remark: Same as that of Observation 1.*

4. As per SEBI (Prohibition of Insider Trading) Regulations, 2015 and clarification given by BSE Limited vide circular No. LIST/COMP/01/2019-20 dated 2nd April, 2019, the trading Window for consideration of Unaudited Financial Results for June, 2020 were closed w.e.f. 2nd July, 2020 instead of closing from 1st July, 2020.

*Remark: The delay was caused due to office closure in pursuance of Government restrictions imposed for COVID-19 Outbreak.*

The Board at its meeting held on June 10, 2021, has on the recommendation of the Audit

Committee re-appointed M/s. Ragini Chokshi & Co., Practicing Company Secretaries, as Secretarial Auditor, for conducting Secretarial Audit of the Company for the FY 2021 -2022.

**c) Cost Auditor**

M/s. N. Ritesh & Associates, Cost Accountants, were appointed as the Cost Auditors of the Company under Section 148 of the Companies Act, 2013 to conduct the audit of the cost records of the Company for the financial year 2020- 2021. Necessary resolution for ratification of the remuneration to be paid to the Cost Auditors is incorporated in the Notice of the ensuing Annual General Meeting for approval of members.

**LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186**

The Company has not given, during the year under review, any loan, and guarantee or invested any funds falling under the purview of Section 186 of the Companies Act, 2013.

Details of outstanding investments are given in the notes to financial statements.

**RELATED PARTY TRANSACTIONS**

All the related party transactions that were entered into during the financial year were at arm's length basis and were in the ordinary course of business. There were no materially significant related party transactions with the Directors, Promoters, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Companies Act, 2013 in Form AOC-2 is not applicable.

All Related Party Transactions as required under Indian Accounting Standards AS-24 are reported in Note 32 Notes to Accounts of the financial statements of the Company.

All related party transactions were placed before the Audit Committee and the Board for approval.

**CORPORATE GOVERNANCE:**

The compliance with the provisions of Corporate Governance under the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 has been applicable to the Company in the financial year 2020 – 2021 on the basis of the turnover of the Company. Hence, the Report on Corporate Governance as stipulated under Regulation 33 (1) (e) read with Schedule IV of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 has been applicable to the Company which is integral part of this Report. The Company is committed to maintain the highest standards of Corporate Governance and adhere to the Corporate Governance requirements set out by the Securities and Exchange Board of India (SEBI). The requisite certificate from the Secretarial Auditors of the Company confirming compliance with the conditions of Corporate Governance is attached to the Report on Corporate Governanc

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

In terms of the provisions of Regulation 34 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Management Discussion and Analysis is set out in this Annual Report.

**DEPOSITS**

The Company has not accepted any Deposit covered under Section 73 of the Companies Act, 2013 from the Shareholders or the Public during the year under review.



### **INSURANCE**

All the insurable interests of the company including inventories, building, plant & machinery etc. are adequately insured.

### **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has in place a policy on Prevention of Sexual Harassment at Workplace in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The policy provides for protection against Sexual Harassment of Women at Workplace and for prevention and Redressal of complaints.

No complaints were received from any employee during the financial year 2020-2021.

### **VIGIL MECHANISM**

The Company has formulated a Vigil Mechanism Policy for Directors and employees to report their genuine concerns about unethical behavior, actual or suspected fraud or violation of the Codes of Conduct or policy. The necessary mechanism is in line with the requirements under the Companies Act, 2013. It provides for adequate safeguards against victimization of Directors and employees who avail of the mechanism and also provide for direct access to the Chairman of the Audit Committee in exceptional cases. None of the Whistle Blowers have been denied access to the Audit Committee. The said policy is available on the Company's website [www.nationalplastic.com](http://www.nationalplastic.com) under the Investor Section.

### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

The particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required to be disclosed pursuant to Section 134 of the Companies Act, 2013 read with Rule 8(3) of Companies (Accounts) Rules, 2014 form part of this report and are set out in the Annexure - 5 to this report.

### **RISK MANAGEMENT POLICY**

The Board of Directors of your Company has formulated a Risk Management Policy for the Company. It aims to identify, evaluate risks associated with the business viz. economic environment and market conditions, fluctuations in foreign currency, political environment, contractual compliance, credit risks, technology obsolescence, inflation, commodity prices, price fluctuation of raw materials and finished goods etc. Mitigation plans for the identified risks are drawn up based on the type of risks.

In the opinion of the Board, none of the above mentioned risks threaten the existence of the Company.

### **COVID – 19 IMPACTS**

The outbreak of the deadly COVID-19 virus and the ensuing lockdown imposed across the country affected business operations. The health of the employees and workers became a priority; stoppage of operations for an uncertain period resulted in a large financial burden on the one hand and workforce idling on the other. COVID-19 is an unprecedented challenge. The lockdown gave India time to make a concerted effort to flatten the outbreak curve. However, towards later part of the year consequent to significant opening of the economic activity across the nation the demand picked up compared to that during the initial period of Covid-19.

India is currently experiencing a massive second wave of COVID-19 infections. However, we expect no major changes in the economic activity as the nation is preparing to face the Pandemic with vaccines and preparedness.

**INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:**

The Company has adequate internal financial control procedures commensurate with its size and nature of business. The Company has appointed Internal Auditors comprising professional Chartered Accountants who periodically audit the adequacy and effectiveness of the internal controls laid down by the management and suggest improvements. Based on the audit observation and recommendations, follow ups and remedial measures are being taken including review and increase in scope, if necessary.

The Audit Committee of the Board of Directors periodically reviews the audit plans, internal audit reports and adequacy of internal controls. As a matter of proactive planning, the Board has also constituted an Audit Committee which meets periodically to review the financial performance and the accuracy of financial records. The management duly considers and takes appropriate action on the recommendations made by the Internal Auditors, Statutory Auditors and the Audit Committee of the Board of Directors.

**COMPLIANCE WITH SECRETARIAL STANDARDS**

During the financial year, your Company has complied with applicable Secretarial Standards issued by Institute of Company Secretaries of India.

**STATUTORY DISCLOSURE:**

Your Directors' state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- a. There is no change in the nature of business of the Company.
- b. In terms of the first proviso to Section 136 of the Companies Act, 2013, the Report and Accounts are being sent to all the shareholders and is available on the Company's website.
- c. There have been no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.
- d. Issue of equity shares with differential rights as to dividend or voting or otherwise.
- e. No significant material orders were passed by the Regulators or Courts or Tribunals which impacts the going concern status and Company operations in the future.

**LISTING FEES**

The Company has paid the Annual Listing fees to BSE Ltd. for the Financial Year 2020 – 2021.

**TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND (IEPF)**

During the year under review, Your Company has not transferred any amount to Investor Education and Protection Fund, due to non-declaration of Dividend in the year 2012-13, in compliance with the provisions of Section 124(5) of the Companies Act, 2013.

During the year 2020 - 2021, no equity shares were transferred to the Investor Education and Protection Fund pursuant to the provisions of Section 124(6) of the Companies Act, 2013 and the rules there under.

Further, attention is drawn to the members that unclaimed/unpaid Dividend for the Financial Year 2014-15 to 2018-19 is due to transfer to IEPF Fund. In view of this, the Members of the Company, who have not encashed their Dividend warrants) or those who have not claimed their dividend amount, may write to Company/ Company's Registrar and share transfer agent M/s. Link Intime India Pvt. Ltd.

### **GREEN INITIATIVE**

Your Company has considered and adopted the initiative of going green minimizing the impact on the environment. The Company has been circulating the copy of the Annual Report in electronic format to all those members whose email addresses are available with the Company. Your Company appeals other Members also to register themselves for receiving Annual Report/ documents in electronic form. The E-Communication Registration Form has been annexed at the end of the annual report.

### **AWARDS AND CERTIFICATION**

During the year your Company has not received any Awards.

### **ACKNOWLEDGEMENTS**

Your Directors take this opportunity to express their deep and sincere gratitude to the customers and investors for their confidence and patronage, as well as to the vendors, bankers, financial institutions, and business associates, regulatory and governmental authorities for their co-operation, support and guidance. Your Directors would like to express a deep sense of appreciation for the support extended by the Company's unions and commitment shown by the employees in its continued robust performance on all fronts.

**For and on behalf of the Board of Directors**

**Paresh V. Parekh**  
**Managing Director**  
**DIN: 00432734**

**Ketan V. Parekh**  
**Joint Managing Director**  
**DIN: 00432673**

**Date: June 10, 2021**

**Place: Mumbai**

**ANNEXURE - 1  
FORM MGT-9  
EXTRACT OF ANNUAL RETURN**

**As on the financial year ended on March 31, 2021**

**[Pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]**

**1. REGISTRATION AND OTHER DETAILS**

i.	CIN	L25200MH1987PLC044707
ii.	Registration Date	17/09/1987
iii.	Name of the Company	<b>National Plastic Industries Limited</b>
iv.	Category/Sub-Category of the Company	Public Company Limited by shares
v.	Address of the Registered office and contact details*	Office No. 213, 214 and 215, 2nd Floor Hub Town Solaris, N.S. Phadke Marg, Andheri (East) Mumbai City MH 400069 Tel.: +91 22 67669999, Fax: +91 22 67669998
vi.	Whether listed company	Yes
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	Link Intime (India) Pvt Ltd C101, 247 Park, LBS Marg, Vikhroli West, Mumbai, Maharashtra, 400083 Tel: +91 22 4918 6270 Email ID: <a href="mailto:rnt.helpdesk@linkintime.co.in">rnt.helpdesk@linkintime.co.in</a> <b>Website:</b> <a href="http://linkintime.co.in">linkintime.co.in</a> <a href="http://www.linkintime.co.in">www.linkintime.co.in</a>

**I. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Injection Moulded Products	25209	99%
2	Services (Renting out of leased in non residential building)	70102	1%

**II. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-**

Sr. No	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
N.A					

**III. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

**i. Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year April 01, 2020				No. of Shares held at the end of the year March 31, 2020				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. PROMOTER'S</b>									
<b>(1). INDIAN</b>									
(a). individual	5024626	0	5024626	55.036	5024626	0	5024626	55.036	0
(b). Central Govt.	-	0	-	-	-	0	-	-	0
(c). State Govt(s).	-	0	-	-	-	0	-	-	0
(d). Bodies Corp.	148511	0	148511	1.627	148511	0	148511	1.627	0
(e). FIINS / BANKS.	-	-	-	-	-	0	-	-	0
(f). Any Other	-	0	-	-	-	0	-	-	0
Sub-total (A) (1):-	5173137	0	5173137	56.663	5173137	0	5173137	56.663	0
<b>(2). FOREIGN</b>									
(a). Individual NRI / For Ind	-	0	-	-	-	0	-	-	0
(b). Other Individual	-	0	-	-	-	0	-	-	0
(c). Bodies Corporates	-	0	-	-	-	0	-	-	0
(d). Banks / FI	-	0	-	-	-	0	-	-	0
(e). Qualified Foreign Investor	-	0	-	-	-	0	-	-	0
(f). Any Other Specify	-	0	-	-	-	0	-	-	0
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	0
Total shareholding of Promoter (A) = (A) (1)+(A)(2)	5173137	0	5173137	56.663	5173137	0	5173137	56.663	0
<b>(B) (1). PUBLIC SHAREHOLDING</b>									
(a). Mutual Funds	-	0	-	-	-	-	-	-	-
(b). Banks / FI	0	100	100	0.001	0	100	100	0.001	0.001
(c). Central Govt.	-	0	619161	6.782	0	100	100	0.001	0.001
(d). State Govt.	-	0	-	-	-	0	-	-	0.000
(e). Venture Capital Funds	-	0	-	-	-	0	-	-	0.000
(f). Insurance Companies	-	0	-	-	-	0	-	-	0.000
(g). FIs	-	0	-	-	-	0	-	-	0.000
(h). Foreign Venture Capital Funds	-	0	-	-	-	0	-	-	0.000
(i). Others (specify)	-	0	-	-	-	0	-	-	0.000
Sub-total (B)(1):-	-	100	-	0.001	-	100	-	0	0.001

2. Non-Institutions									
(a). BODIES CORP.									
(i). Indian		5400	70623	0.774					-0.639
(ii). Overseas		0	-	-					0.000
(b). Individuals									
(i) Individual shareholders holding nominal share capital upto Rs.1 lakh		591516	2382593	26.097	1740003	513516	2253519	24.684	-1.413
(ii) Individual shareholders holding nominal share capital in excess of Rs.1 lakh	-	12300	774983	8.489	908967	0	908967	9.956	1.467
(c). Other (specify)									
Non Resident Indians	0.000	33500	91664	1.004	57829	26900	84729	0.928	-0.076
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	0	-	-	-	0	-	-	0
Clearing Members	21598	0	21598	0.237	19364	0	19364	0.212	-0.025
Trusts	-	0	-	-	-	0	-	-	0
Foreign Boodies - D R	-	0	-	-	-	0	-	-	0
<b>Sub-total (B)(2):-</b>	<b>2757018</b>	<b>642816</b>	<b>3399834</b>	<b>37.24</b>	<b>2791386</b>	<b>545816</b>	<b>3337202</b>	<b>36.554</b>	<b>-0.686</b>
<b>Total Public Shareholding (B)=(B)(1)+ (B)(2)</b>	<b>3313547</b>	<b>642916</b>	<b>3956463</b>	<b>43.337</b>	<b>3410547</b>	<b>545916</b>	<b>3956463</b>	<b>43.337</b>	<b>0</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	<b>-</b>	<b>0</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0</b>	<b>-</b>	<b>-</b>	<b>0</b>
<b>Grand Total (A+B+C)</b>	<b>8486684</b>	<b>642916</b>	<b>9129600</b>	<b>100.00</b>	<b>8385684</b>	<b>545916</b>	<b>9129600</b>	<b>100.00</b>	<b>0</b>

## ii. Shareholding of Promoters

Sr No.	Shareholder's Name	Shareholding at the beginning of the year			ShareHolding at the end of the Year			% changes in share holding during the year
		No.of Shares	% of total Shares of the company	% of shares Pledged/ encumbered to total shares	No.of Shares	% of total Shares of the company	% of shares Pledged/ encumbered to total shares	
1	PARESH VINOD PAREKH	975001	10.68	0	975001	10.68	0	0
2	PREETI PARESH PAREKH	975000	10.68	0	975000	10.68	0	0
3	NEETA KETAN PAREKH	969000	10.61	0	969000	10.61	0	0
4	KETAN VINOD PAREKH	834500	9.14	0	834500	9.14	0	0
5	KETAN VINOD PAREKH HUF HUF	834500	6.04	0	834500	6.04	0	0
6	HARSH PARESH PAREKH	552000	3.57	0	552000	3.57	0	0
7	VIVEK P PAREKH	326500	3.17	0	326500	3.17	0	0
8	ENPEE CREDIT AND CAPITAL INDIA PRIVATE LIMITED	148511	1.63	0	148511	1.63	0	0
9	PARESH VINOD PAREKH HUF HUF	102600	1.12	0	102600	1.12	0	0
	<b>TOTAL</b>	<b>5173137</b>	<b>56.66%</b>		<b>5173137</b>	<b>56.66%</b>		

**iii. Change in Promoter's Shareholding (Please specify, if there is no change)**

Sr No.	Shareholder's Name	Shareholding at the Beginning of the Year			Shareholding at the end of the Year			
		No. of Shares at the beginning /end of the Year	% of the Shares of the company	Date	Increasing/ Decreasing in shareholding	Reason	No. of shares	
N.A								

**iv. Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):**

Sr No.	Name of Shareholders	Shareholding		Date wise Increase and decrease in shareholdings during the year			Reason	Cumulative shareholding during the year	
		No. of shares at the beginning of the year	% of total shares of the company	Date	No. of Shares	% of total shares of the company		No. of Shares	% of total shares of the company
1	INVESTOR EDUCATION AND PROTECTION FUND AUTHORITY MINISTRY OF CORPORATE AFFAIRS	510132	5.5877					510132	5.5877
				07-08-2020	(100)	0.11	Claim	510032	5.5866
				27-11-2020	(100)	0.11	Claim	509932	5.5855
				04-12-2020	(100)	0.11	Claim	509832	5.5844
				15-01-2021	(100)	0.11	Claim	509732	5.5833
	31-03-2021	(100)	0.11	Claim	509632	5.5822			
	AT THE END OF THE YEAR							<b>509632</b>	<b>5.5822</b>
2	SANGEETHA S	124000	1.3582					124000	1.3582
	AT THE END OF THE YEAR							<b>124000</b>	<b>1.3582</b>
3	PINKY CHETAN SAMBHRIA	110207	1.2071					110207	1.2071
				03-07-2020	(15000)	1.16	Sale	95207	1.0428
				24-07-2020	(4000)	1.04	Sale	91207	0.9990
				20-11-2020	51	0.01	Buy	91258	0.9996
		AT THE END OF THE YEAR							<b>91258</b>
4	MAMOONA ROMANA SHAIKH	86300	0.9453					86300	0.9453
	AT THE END OF THE YEAR							<b>86300</b>	<b>0.9453</b>
5	INDRA LAL	57855	0.6337					57855	0.6337
	AT THE END OF THE YEAR							<b>57855</b>	<b>0.6337</b>
6	KIRAN TULSYAN	35504	0.3889					35504	0.3889
	AT THE END OF THE YEAR							<b>35504</b>	<b>0.3889</b>
7	RAJESH ARORA	36100	0.3954					36100	0.3954
	AT THE END OF THE YEAR			24-07-2020	(2000)	0.02	Sale	34100	0.3735
	AT THE END OF THE YEAR							<b>34100</b>	<b>0.3735</b>
8	DEVIKA LAL	31400	0.3439					31400	0.3439
	AT THE END OF THE YEAR							<b>31400</b>	<b>0.3439</b>
								<b>39304</b>	0.4305

				14-08-2020	(3468)	0.038	Sale	<b>35836</b>	0.3925
				21-08-2020	(3845)	0.042	Sale	<b>31991</b>	0.3504
				28-08-2020	(6437)	0.071	Sale	<b>25554</b>	0.2799
				04-09-2020	3812	0.041	Buy	<b>29366</b>	0.3217
				11-09-2020	5119	0.056	Buy	<b>34485</b>	0.3777
				18-09-2020	3069	0.034	Buy	<b>37554</b>	0.4113
				25-09-2020	(7481)	0.082	Sale	<b>30073</b>	0.3294
				30-09-2020	3910	0.043	Buy	<b>33983</b>	0.3722
				02-10-2020	435	0.004	Buy	<b>34418</b>	0.3770
				09-10-2020	(5294)	0.058	Sale	<b>29124</b>	0.3190
				16-10-2020	3363	0.036	Buy	<b>32487</b>	0.3558
				23-10-2020	3059	0.034	Buy	<b>35546</b>	0.3893
				30-10-2020	(1901)	0.021	Sale	<b>33645</b>	0.3685
				06-11-2020	(1101)	0.012	Sale	<b>32544</b>	0.3565
				13-11-2020	770	0.008	Buy	<b>33314</b>	0.3649
				20-11-2020	(109)	0.001	Sale	<b>33205</b>	0.3637
				27-11-2020	(421)	0.005	Sale	<b>32784</b>	0.3591
				04-12-2020	(1362)	0.015	Sale	<b>31422</b>	0.3442
				11-12-2020	(8252)	0.090	Sale	<b>23170</b>	0.2538
				18-12-2020	1996	0.022	Buy	<b>25166</b>	0.2757
				25-12-2020	4730	0.052	Buy	<b>29896</b>	0.3275
				31-12-2020	(299)	0.003	Sale	<b>29597</b>	0.3242
				08-01-2021	(374)	0.004	Sale	<b>29223</b>	0.3201
				15-01-2021	4773	0.052	Buy	<b>33996</b>	0.3724
				22-01-2021	2190	0.024	Buy	<b>36186</b>	0.3964
				29-01-2021	457	0.005	Buy	<b>36643</b>	0.4014
				05-02-2021	(6403)	0.070	Sale	<b>30240</b>	0.3312
				12-02-2021	3061	0.034	Buy	<b>33301</b>	0.3648
				19-02-2021	(654)	0.006	Sale	<b>32647</b>	0.3576
				26-02-2021	(218)	0.002	Sale	<b>32429</b>	0.3552
				05-03-2021	(11721)	0.133	Sale	<b>20708</b>	0.2268
				12-03-2021	3875	0.042	Buy	<b>24583</b>	0.2693
				19-03-2021	1983	0.032	Buy	<b>26566</b>	0.2910
				26-03-2021	760	0.007	Buy	<b>27326</b>	0.2993
								<b>27326</b>	0.2993
9	SURESH KUMAR SETH	39304	0.4305						
	AT THE END OF THE YEAR							<b>27326</b>	0.2993
10	KIRAN MURARILAL TULSYAN	25017	0.2740					<b>25017</b>	0.2740
	AT THE END OF THE YEAR							<b>25017</b>	0.2740

*The shares of the Company are traded on a daily basis and hence the increase / decrease in shareholding are indicated based on the benpos date.*



**E. Shareholding of Directors and Key Managerial Personnel:**

Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
<b>Director</b>				
<b>Paresh V. Parekh</b>	975001	10.68	975001	10.68
<b>Ketan V. Parekh</b>	834500	9.14	834500	9.14
<b>Neeta K. Parekh</b>	969000	10.61	969000	10.61
<b>Harsh P. Parekh</b>	326500	3.58	326500	3.58
<b>DPC Rao</b>	-	-	-	-
<b>Bimal Parekh</b>	-	-	-	-
<b>Rajeev Kapur</b>	-	-	-	-
<b>Vipul Desai</b>	-	-	-	-
<b>KMP's</b>				
<b>Umesh Shenoy</b>	-	-	-	-
<b>Amit Jain (From 10.06.2021)</b>	-	-	-	-

**F. INDEBTEDNESS**

Indebtedness of the Company including interest outstanding/accrued but not due for payment

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	28,88,79,349	12,29,69,506	-	41,18,48,855
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	<b>28,88,79,349</b>	<b>12,29,69,506</b>	<b>-</b>	<b>41,18,48,855</b>
<b>Change in Indebtedness during the financial year</b>				
* Addition	1,77,43,13,727	5,16,13,828		1,82,59,27,555
* Reduction	1,79,40,67,737	4,34,15,152	-	1,83,74,82,889
<b>Net Change</b>	<b>(1,97,54,010)</b>	<b>81,95,675</b>	<b>-</b>	<b>(1,15,55,335)</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	26,91,25,339	13,11,68,181	-	40,02,93,520
ii) Interest due but not paid	-	-	-	
iii) Interest accrued but not due	-	-	-	
<b>Total (i+ii+iii)</b>	<b>26,91,25,339</b>	<b>13,11,68,181</b>	<b>-</b>	<b>40,02,93,520</b>

**IV. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

**A. Remuneration to Managing Director, Whole-time Directors and/or Manager**

Sr. No.	Particulars of Remuneration	Name of MD/WTD			Total Amount
		Paresh V. Parekh	Ketan V. Parekh	Harsh P. Parekh	
1	Gross salary	9,90,000	9,90,000	24,71,371	44,51,371
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	- others, specify...	-	-	-	-
5	Others – Perquisite (Club Fees)	-	-	-	-
	Total (A)	-	-	-	-
	Ceiling as per the Act	Not exceeding 10% of the Net Profits of the Company			
	<b>Total</b>	<b>9,90,000</b>	<b>9,90,000</b>	<b>24,71,371</b>	<b>44,51,371</b>

**B. Remuneration to other directors**

Sr No.	Particulars of Remuneration	Name of Directors				Total Amount
		Bimal Parekh	Rajeev Kapur	DPC Rao	Vipul Desai	
1	<b>Independent Directors</b>					
	Fee for attending board/ committee meetings	30,000	36,000	57,500	0	1,23,500
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	<b>Total (1)</b>					
2	<b>Other Non-Executive Directors</b>	0	0	0	0	0
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	<b>Total (2)</b>	-	-	-	-	-
	<b>Total (B)=(1+2)</b>	<b>30,000</b>	<b>36,000</b>	<b>57,500</b>	<b>0</b>	<b>1,23,500</b>
	Overall Ceiling as per the Act	<b>Not Exceeding 11% of the Net Profit of the Company</b>				

**C Remuneration To Key Managerial Personnel Other Than MD/Manager/WTD**

Sr No.	Particulars of Remuneration	Company Secretary	CFO	Total
		Mayuri Joshi*	Umesh Shenoy	
1	Gross salary	4,27,764	11,45,035	15,72,799
	(a)Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961			
	(b)Value of perquisites u/s 17(2) Income-tax Act, 1961			
	(c)Profits in lieu of salary under section 17(3) Income- tax Act, 1961			
2	Stock Option			
3	Sweat Equity			
4	Commission - as % of profit - others, specify...			
	Others, please specify			
	<b>Total</b>	<b>4,27,764</b>	<b>11,45,035</b>	<b>15,72,799</b>

**Notes:**

\*Ms. Mayuri Joshi was resigned on 12th April 2021.

**V. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

There have been no penalties/punishments/compounding of offences under Companies Act, 2013.

For and on behalf of the Board of Directors

**Paresh V. Parekh**  
Managing Director  
DIN: 00432673

**Ketan V. Parekh**  
Joint Managing Director  
DIN: 00432734

Date: 10th June, 2021

Place: Mumbai

**ANNEXURE 2**

**DETAILS OF RATIO OF REMUNERATION OF DIRECTOR**

[Pursuant to Section 197(12) of the Companies Act, 2013 and rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

Sr No.	Information Required	Inputs
1	The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year	Annexure 2.1
2	The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year	Annexure 2.1
3	The percentage increase in the median remuneration of employees in the financial year	(18.95%)
4	The number of permanent employees on the rolls of company	267
5	Average percentage increase in salaries of non-managerial personnel is: (16.10%) Average percentage increase in salaries of managerial personnel is: (6.50%) Justification for increase in the managerial remuneration: Increase in the remuneration of the Managerial Personnel, during the year under review, was given, keeping in view the remuneration trends in industry and based on market competitiveness as against its peer group.	
6	The key parameters for any variable component of remuneration availed by the directors	Not Applicable
The Board of Directors of the Company affirms that the remuneration is as per the remuneration policy of the Company.		

**For and on behalf of the Board of Directors**

**Paresh V. Parekh**  
Managing Director  
DIN: 00432673

**Ketan V. Parekh**  
Joint Managing Director  
DIN: 00432734

**Date: 10<sup>th</sup> June, 2021**  
**Place: Mumbai**

**ANNEXURE 2.1**

Sr No.	Name of the Director / Key Managerial Personnel	Designation	Ratio of the remuneration of each director to the median remuneration of the employees of the company	% increase / (decrease) in the Remuneration
1	Mr. Paresh V. Parekh	Managing Director	5.65:1	(8.33)
2	Mr. Ketan V. Parekh	Joint Managing Director	5.65:1	(8.33)
3	Mr. Harsh Parekh	Whole-time Director	14.10:1	(8.47)
4	Mrs. Neeta Parekh	Non-Executive Director	NA	NA
5	Mr. Rajeevranjan Kapur	Independent Director	0.21:1	(12.20)
6	Mr. Purnachandra Rao Dendukuri	Independent Director	0.33:1	55.41
7	Mr. Bimal Parekh	Independent Director	0.17:1	NA
8	Mr. Umesh L. Shenoy	CFO	6.53:1	(6.07)
9	Mayuri Joshi	Company Secretary	2.43:1	203.75

Percentage increase reflects remuneration paid in FY 2020-21.

**Notes:** \* Ms. Mayuri Joshi was resigned on 12<sup>th</sup> April 2021.

**For and on behalf of the Board of Directors**

**Paresh V. Parekh**  
Managing Director  
DIN: 00432673

**Ketan V. Parekh**  
Joint Managing Director  
DIN: 00432734

**Date: 10<sup>th</sup> June, 2021**  
**Place: Mumbai**

**ANNEXURE 3**

**DETAILS OF TOP TEN EMPLOYEES IN TERMS OF REMUNERATION**

[Pursuant to Section 197(12) of the Companies Act, 2013 and rule 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016] –

(Not Applicable as the salaries are below the remuneration limits as mentioned in the Companies Act 2013)

**For and on behalf of the Board of Directors**

**Paresh V. Parekh**  
**Managing Director**  
**DIN: 00432673**

**Ketan V. Parekh**  
**Joint Managing Director**  
**DIN: 00432734**

**Date: 10th June, 2021**  
**Place: Mumbai**

**Annexure - 4**  
**Form No. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED MARCH 31, 2020**

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,  
The Members,  
**National Plastic Industries Limited**

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **National Plastic Industries Limited** (hereinafter called 'the Company'). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2020 ('Audit Period') complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the audit period **1st April, 2020 to 31st March, 2021** according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): -
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 ;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **(Not Applicable to the Company during the Audit Period)**
  - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; **(Not Applicable to the Company during the Audit Period)**
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not Applicable to the Company during the Audit Period)**

- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; **(Not Applicable to the Company during the Audit Period)**
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not Applicable to the Company during the Audit Period)**
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018. **(Not Applicable to the Company during the Audit Period)**
- (vi) The following Acts and Rules made thereunder pertaining to oil and gas business, as applicable to the Company:
  - (a) The Environment (Protection) Act, 1986;
  - (b) The Water (Prevention & Control of Pollution) Act, 1974;
  - (c) The Air (Prevention & Control of Pollution) Act, 1981;
  - (d) The Legal Metrology Act

We have also examined compliance with the applicable provisions and clauses of the following:

- Secretarial Standards issued by The Institute of Company Secretaries of India.
- Securities and Exchange Board of India (Listing Obligation & Disclosure Requirement) Regulation, 2015 "SEBI (LODR)".

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. except the following:

- *As per Regulation 17(1)(b) of the SEBI (LODR), 2015, there was non-compliance in the composition of the board of directors in regards to the minimum requirement of independent directors during the period from August 18, 2020 till February 12, 2021.*
- *As per Regulation 18(2)(b) of the SEBI (LODR), 2015, the company had improper quorum present in the audit committee meetings held on 30th June 2020, 14th August 2020 & 12th December 2020, with having only one independent director instead of two.*
- *As per Regulation 25(6) of the SEBI (LODR), 2015, the company made a new appointment of independent director (on 12/02/2020) beyond the timeline of 3 months, in place of the independent director who retired (on 18/08/2020).*
- *As per SEBI (Prohibition of Insider Trading) Regulations, 2015 and clarification given by BSE Limited vide circular No. LIST/COMP/01/2019-20 dated 2nd April, 2019, the trading Window for consideration of Unaudited Financial Results for June, 2020 were closed w.e.f. 2nd July, 2020 instead of closing from 1st July, 2020.*
- *Delay in filing certain forms with Ministry of Corporate Affairs.*

#### **We further report that**

- The Board of Directors of the Company is duly constituted and the changes in the composition of the Board of Directors that took place during the period under review were carried out in the compliance with the provision of the Act.
- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.



- As per the minutes of the Board duly recorded and signed by Chairman, the decisions of the Board were unanimous and no dissenting views have been recorded.
- The agenda items are deliberated before passing the same and the views / observations made by the Directors are recorded in the minutes.

**We further report that** there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**We further report that** During the year 2020-21, the Company carried out the following events in regards to appointment and cessation of directors:

- VIPUL AMUL DESAI was appointed as an Additional Director w.e.f. February 12<sup>th</sup>, 2021.
- NIPUN SHAH ceased to be a Non-Executive Independent Director w.e.f. August 28<sup>th</sup>, 2020.

**For Ragini Chokshi & Co.,  
(Company Secretaries)  
Makarand Patwardhan  
(Partner)  
C. P. No. 9031  
ACS No. 11872  
UDIN: A011872C000445241**

**Date: 10<sup>th</sup> June 2021  
Place: Mumbai**

**Annexure 5**  
**Conservation of Energy, Technology Absorption and**  
**Foreign Exchange Earnings and Outgo**

134 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014

**A. CONSERVATION OF ENERGY:**

Your Company has always been conscious of the need for conservation of energy and natural resources and considers it as a focus area.

The steps taken for Energy Conservation:

- Energy efficiency improvement initiatives have been implemented across all the Plants and Offices by undertaking various energy and resource conservation measures. Your Company continues its policy of giving priority to energy conservation measures including regular review of energy generation, consumption and control on utilization thereof.
- Efficient control and streamlining of the manufacturing process and proper maintenance of all equipment.
- Plant and Machinery are regularly serviced, updated and overhauled and maintained in good condition.
- Various process changes and replacement of certain conventional equipment.
- Installation of Energy efficient LED Lights in place of the conventional lights.
- Close monitoring of lighting system by providing dedicated team to avoid unwanted lighting power.
- Transparent sheets were used on roof tops to provide natural light in shop floor.
- Energy saving aerogal technology barrel heater jackets were used for injection mouldings machine to reduce heat loss and atmospheric temperature

The adoption of energy conservation measures indicated above have resulted in optimum efficiency in operation and saving & controlling in the cost of production. The company is continuously striving for energy saving opportunities.

Particulars	2020-21				2019-2020			
	Silvassa	Patna	Nellore	Total	Silvassa	Patna	Nellore	Total
Unit Purchased	33,06,663	9,21,200	11,60,783	<b>53,88,646</b>	48,27,488	14,35,220	16,41,948	<b>790,4,656</b>
Total Value	1,89,30,157	85,01,740	1,13,81,709	<b>3,88,13,606</b>	2,72,48,885	1,06,83,346	1,37,98,686	5,17,66,917
Rate Per Unit	5.72	9.23	9.81	7.20	5.65	7.44	8.40	6.55

The total energy consumption and consumption per unit of production are as under:

**B. TECHNOLOGY ABSORPTION**

**i. Efforts made towards technology absorption & development**

- Continuously monitoring the production patterns.
- Constantly striving to develop new designs and products
- Quality Management
- Enhancing the productivity - changed the water system so as to enable efficient cooling of moulds which in turn increases the productivity.
- Investing in new moulds and machinery

ii. **Benefits derived as a result of the above efforts**

- Improvement in quality of products and increase in production
- New range of designs and new and competitive products lines.
- Enhanced development capabilities

The technological pattern is subject to constant changes as per the expectations of the end user of the products.

The Company has not imported any technology or process knowhow

C. **FOREIGN EXCHANGE EARNINGS AND OUTGO**

The total foreign exchange used and earned is as follows:

<b>Particulars</b>	<b>2020-21</b>	<b>2019-20</b>
Foreign Exchange Earned	15,02,40,713	13,92,95,799
Foreign Exchange Used	27,99,266	1,18,30,671

**By the order of Board of Directors**  
**Paresh Vinod Parekh**  
**Managing Director**  
**DIN: 00432673**

**Date: 10<sup>th</sup> June 2021**  
**Place: Mumbai**

### **CEO/CFO CERTIFICATION**

In terms of the Listing Regulations, the certificate, as prescribed in Part B of Schedule II of the said Regulations, has been obtained from CFO for the financial year 2020-21 which is annexed to this report.

#### **Cost Records**

The Company maintains cost records as required under Section 148(1) of the Companies Act, 2013. The Company has also appointed Cost Auditor for conducting the audit of cost records.

#### **Corporate Social Responsibility (CSR)**

Corporate Social Responsibility Provisions are not applicable to the company.

#### **Significant and Material Orders**

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and your Company's operations in future.

For **National Plastic Industries Limited**

**Umesh Shenoy**  
**Chief Financial Officer**

**Date: 10<sup>th</sup> June 2021**  
**Place: Mumbai**

## MANAGEMENT DISCUSSION AND ANALYSIS

### OVERVIEW:

The Indian government announced a complete lockdown in public movement and economic activity from the fourth week of March 2020. The lockdown staggered an already slowing economy as 1.38 billion Indians stayed indoors - one of the most stringent lockdowns anywhere.

The outbreak of the novel corona virus impacted the Indian economy during the first quarter of the year under review. The Indian economy de-grew 23.9 per cent in the first quarter of 2020-21, the sharpest de-growth experienced by the country since the index was prepared.

The Indian and state governments selectively lifted controls on movement, public gatherings and events from June 2020 onwards. The result is that India's relief consumption, following the lifting of social distancing controls, translated into a full-blown economic recovery.

India de-grew at a relatively improved 7.5 per cent in the July-September quarter and reported 0.4 per cent growth in the October-December quarter.

India's GDP contracted initially and then recovered in 2020-21. This recovery – one of the most decisive among major economies – validated India's long-term consumption potential.

*(Source: Economic Times, IMF, EIU, Business Standard, McKinsey)*

### INDIAN PLASTICS INDUSTRY STRUCTURE AND DEVELOPMENTS:

The Plastic industry is one of the most evolving businesses in recent times. The application of plastics can be found in almost every sector such as medical, aerospace, automotive, packaging, household appliances, construction and many more.

Plastic material is gaining notable importance in different spheres of activity and the per capita consumption is increasing at a fast pace. Continuous advancements and developments in Plastic technology, processing machineries, expertise, and cost effective manufacturing is fast replacing the typical materials. The export of plastic products also yields about 1% of the country's exports. The sector has a large presence of small scale companies in the industry, which account for more than 50% turnover of the industry. Approximately Rs.100 billion is invested in the form of fixed assets in the plastic processing industry.

During April 2020-January 2021, Cumulative value of plastics export was USD 9,855 Million as against USD 10,000 million during the same period last year, registering a negative growth of 1.4%.

India's plastics sector plays a catalytic role in the economic development of the country. Unsurprisingly, the country currently ranks among the top five consumers of polymers in the world, has over 30,000 plastics processing units, employing over four million people across the country. India's plastics goods are exported to over 200 countries.

The Indian plastics industry offers excellent potential in terms of capacity, infrastructure and skilled manpower. It is supported by a large number of polymer producers, and plastic process machinery and mould manufacturers in the country.

Among the industry's major strengths is the availability of raw materials in the country. Thus, plastic processors do not have to depend on imports. These raw materials, including polypropylene, high-density polyethylene, low-density polyethylene and PVC, are manufactured domestically.

### COMPANY OVERVIEW:

"National" a brand deals in various ranges of products that can suit all applications and different kinds of budgets. Consumers prefer National Moulded Furniture for its quality, colour, finishing and latest/ modular designs.

“National Plastics Industries Ltd.” with its constant Endeavour for innovation will continue to introduce many new and innovative products both for domestic as well as International markets and thereby will fulfil its commitment to the society as a whole by offering premium quality products at the most affordable prices.

**FINANCIAL REVIEW:**

The gross turnover of the Company has reduces to Rs. 87.64 Crore from Rs. 131.61 Crore in last year registering a reduction of around 50.18%. The reduction in gross turnover was reported due to COVID-19 Pandemic effect on first half of the Financial Year.

The Government has imposed stringent Lockdown during the first quarter, in which the Company has reported major loss for the year. In the second quarter, after open up of market from mid-June the Company has slowly and gradually started working. The third and fourth quarter was reported recovery from the losses by registering handsome profit.

Company has registered lower profit before tax of Rs. 1.46 Crore as compared to Rs. 1.63 Crore in the previous year but higher net profit after tax of Rs.2.38 Crore as compared to Rs. 2.11 Crore in previous year. The reason for higher profit was selling the products at good margin.

**CHANGES IN KEY FINANCIAL RATIOS:**

Pursuant to provisions of Regulation 34(3) of SEBI (LODR) Regulations 2015 read with Schedule V Part B(i) details of the change in key financial ratios is given hereunder:

Name	Category	Year Ended		Deviation in %
		31/03/2021	31/03/2020	
Debtors Turnover	in Days	109.26	71.81	52.16%
Inventory Turnover	in Days	190.25	80.59	136.07%
Interest Coverage Ratio	Times	147.69	151.12	(2.27%)
Current Ratio	Times	1.30	1.21	7.60%
Debt Equity Ratio	Times	1.35	1.47	(8.48%)
Operating Profit Margin	%	0.13	1.24	(89.47%)
Net Profit Margin	%	1.92	1.60	20.17%
Return on Net Worth	%	4.51	5.95	(24.19%)

**BUSINESS OUTLOOK**

With the reduction in GST rate from 28% to 18%, the Plastics Industry is relieved from higher taxes to level playing platform. The Government has also lightened certain provisions and relief from some complex provisions. The reduction in GST rates and other initiatives of the government for ease of doing business has helped the company in various ways.

The company has kept its commitment to improve and increase the overall business growth and added varieties of new products to supply industry and government. The Company is also making hard effort to increase export business in near future. The Company is in the process to manufacturing new range of plastic furniture’s with modern design and best quality in line with consumer preferences and useful utilities in reasonable price.

“National Plastics Industries Ltd.” with its constant Endeavour for innovation will continue to introduce many new and innovative products both for domestic as well as International markets and thereby will fulfil its commitment to the society as a whole by offering premium quality products at the most affordable prices.

### **OPPORTUNITIES:**

The Company is focussing to add new products for industrial sector and determined to emerge as a major player with its quality products and good corporate governance. With the government emphasis on environment protection there is a lot of scope in manufacturing of biodegradable plastics. These plastics are gaining popularity and traction since they're all based on natural plant and vegetable extracts. They aid in green practices through benefits such as safer disposal, energy-efficient manufacturing and decreased toxic emissions. The company is focusing to imbibe these factors in its business.

### **THREAT:**

The company are subject to rising rules and regulations that govern the production, disposal, and cleanup of hazardous chemicals, as plastic products usage contributes to environmental pollution. In addition, Product lifecycle has decreased from years to months, affecting the entire supply chain of plastic goods. Any major upward movement in the Crude Prices could change the inflationary scenario impacting on input prices and the margin of the Company.

### **RISK AND CONCERNS:**

The company is exposed to several potential risks like technological changes, political risks, product distribution both from internal and external sources but the same can be anticipated and curbed by addressing them in its early stages for a long-term corporate success.

The Company is of the opinion that recycling & reuse of plastics are expected to increase in our Industry, thus effecting the development innovation and sustainability too.

The company maintains an inbuilt mechanism to track any suspicious events and frauds in the business. In addition, the Board and the Audit Committee of the Company periodically reviews the risk management procedures and takes various preventive measures to mitigate the risk factors.

### **INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY**

The Board has adopted policies and procedures for ensuring that all transactions are authorized, recorded and correctly reported, all assets are safeguarded and protected against loss from unauthorized use or disposition, reducing wastages and maintenance of proper accounting records for ensuring accuracy and reliability of its financial information. The Board has constituted an Audit Committee which meets periodically to review the financial performance and the accuracy of financial records and accordingly appropriate actions are taken by the management.

### **INDUSTRIAL RELATIONS AND HUMAN RESOURCE**

Industrial relations continued to be harmonious both at manufacturing unit as well as in branches.

Our employees are our greatest asset and we are committed to attract, retain and recognize talent. We encourage fresh minds and new ideas. The Company constantly facilitates and encourages its employees at all levels to enhance their knowledge and skills and continuously seeks to inculcate within its employees, The Company inculcates a strong sense of business ethics and social responsibility.

The Company endeavors to create a challenging and favorable work environment that encourages entrepreneurial behavior, innovation and the drive towards business excellence.

**POLLUTION AND ENVIRONMENT CONTROL:**

Pollution control is an essential task and responsibility in the manufacturing industry. The management is assured that all the plants of the Company are under appropriate Waste Management Systems and operate in harmony with the surrounding ecosystem. Adequate pollution control amenities are established at all the plants as per guidelines of pollution control authority and as per set norms.

For safety, the work force is provided with appropriate safety equipments and necessary training from time to time.

**CAUTIONARY STATEMENT:**

The Management Discussion and Analysis Statements made above are on the basis of the available data as well as certain assumptions as to the economic conditions, various factors affecting raw material prices and selling prices, trend and consumer demand and preferences, governing and applicable laws and other economical and political factors. The management cannot guarantee the accuracy of the assumptions and projected performance of the Company in future. It is therefore, cautioned that the actual results may differ from those expressed or implied therein.

**For National Plastic Industries Limited  
Paresh Vinod Parekh  
Managing Director  
(DIN: 00432673)**

**Date: 10<sup>th</sup> June 2021  
Place: Mumbai**



## CORPORATE GOVERNANCE REPORT

In accordance with the provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015 (“SEBI Listing Regulations”) the Company submit the following Reports:

### 1. COMPANY’S PHILOSOPHY ON CORPORATE GOVERNANCE:

The Company is committed to good Corporate Governance. The Company’s Corporate Governance philosophy is based on principles of transparency and adherence to law in both letter and spirit. The Company believes that its affairs shall be conducted by adhering to best practices and principles, while balancing and working in the best interest of the customers, employees, stakeholders and the community.

The Company has adopted best practices mandated in the Listing Regulations. A Report on compliance with Corporate Governance as stipulated in the Listing Regulations as amended from time to time is given below:

### 2. BOARD OF DIRECTORS:

#### Composition:

As on March 31, 2021, the Board comprises of 8 Directors viz. Executive Chairman, Managing Director, Non-Executive Director & 4 are Independent Directors. The Company objective is to maintain optimum combination of Executive and Non-Executive Directors.

The composition of the Board is in compliance with the requirements of Regulations 17(1) of the SEBI Listing Regulations as on March 31, 2021. All Independent Directors are eminent persons with wide range of expertise and experience on the Board, thereby ensuring the best interest of stakeholders and the Company. There are no Nominee Directors representing any institution on the Board of the Company. During the year the Board appointed three Additional Independent Directors, who will be Independent Director subject to approval of members at ensuing Annual General Meeting (“AGM”).

The composition of Directors and their attendance at the Board Meetings during the year and the last AGM and also number of other directorships / membership of committees are as follows:

Name	Category	No of Board Meetings during the year 2020-21	No of Board Meeting attended	Attendance at the Last AGM
Mr. Paresh Vinod Parekh (DIN: 00432673)	Executive Director, Chairman, Managing Director	4	4	Present
Mr. Ketan Vinod Parekh (DIN: 00432734)	Executive Director, Managing Director	4	4	Present
Mr. Harsh Paresh Parekh (DIN: 06854020)	Executive Director	4	1	Present
Mrs. Neeta Ketan Parekh (DIN: 00811690)	Non-Executive - Non Independent Director	4	2	Present
Mr. Rajeev Rajan Kapur (DIN: 00338947)	Non-Executive - Independent Director	4	1	Absent
Mr. Bimal Parekh (DIN: 00070178)	Additional Non-Executive - Independent Director	4	3	Present

Mr. Nipun Shah (DIN:00195076) (Resigned on 14.08.2020)	Non-Executive - Independent Director	4	0	NA
Mr. Purnachandra Rao Dendukuri (DIN:06907588)	Non-Executive - Independent Director	4	4	Present
Mr. Vipul Desai (DIN:02074877) (Appt. W.e.f. 12 <sup>th</sup> February 2021)	Additional Non-Executive - Independent Director	4	0	NA

During the year:

Mr. Vipul Desai, was appointed as an additional Director on 12<sup>th</sup> February, 2021 by the Board of Directors till the conclusion of ensuing AGM, and was also appointed as Independent Director for a period of five years' subject to approval of members at ensuing AGM.

Mr. Nipun Shah has resigned from the post of Independent director w.e.f 14<sup>th</sup> August, 2020 citing personal commitments due to which he is unable to give the adequate time and attention to the company. His resignation letter clearly confirms that there are no other material reasons for her resignation.

#### Directorship in other Board

Name	Category	No of outside directorships in public company	No of Outside committee positions held	Name of the other companies	Number of shares held
Mr. Paresh Vinod Parekh (DIN: 00432673)	Executive Director, Chairman, Managing Director	Nil	Nil	Nil	975001
Mr. Ketan Vinod Parekh (DIN: 00432734)	Executive Director, Managing Director	Nil	Nil	Nil	834500
Mr. Harsh Paresh Parekh (DIN: 06854020)	Executive Director	Nil	Nil	Nil	326500
Mrs. Neeta Ketan Parekh (DIN: 00811690)	Non-Executive - Non Independent Director	Nil	Nil	Nil	969000
Mr. Rajeev Rajan Kapur (DIN: 00338947)	Non-Executive - Independent Director	Nil	Nil	Nil	Nil
Mr. Nipun Shah (DIN:00195076) (Resigned on 14.08.2020)	Non-Executive - Independent Director	1	Nil	Nil	Nil
Mr. Purnachandra Rao Dendukuri (DIN: 06907588)	Non-Executive - Independent Director	Nil	Nil	Nil	Nil

Mr. Bimal Parekh (DIN: 00070178)	Non-Executive - Independent Director	Nil	Nil	Nil	Nil
Mr. Vipul Desai (DIN:02074877) (Appt. W.e.f. 12 <sup>th</sup> February 2021)	Additional Non- Executive - Independent Director	Nil	Nil	Nil	Nil

None of the Directors hold office in more than ten Public Companies. None of the Directors on the Board is Member of more than ten Committees or Chairman of more than five Committees across all the companies in which they are Directors.

Every Independent Director at the first meeting of board in which they participates as a Director and thereafter at the first meeting of the board in every financial year gives a declaration that they meets the criteria of Independence provided under law. In the opinion of Board all the independent directors as at 31st March, 2021 fulfils the conditions specified in these regulations and are independent to the management. The Independent directors undergo a familiarisation program.

#### **Meetings of the Board:**

During the year under review, 4 (Four) Board Meetings were held in accordance with the requirement of Companies Act 2013 and rules made thereunder & the SEBI listing regulations, details of which are as follows:

Sr. No.	Date of Board Meeting
1	30 <sup>th</sup> June, 2020
2	14 <sup>th</sup> August 2020
3	12 <sup>th</sup> November 2020
4	12 <sup>th</sup> February 2021

The required quorum was present at all above Board Meeting and all the resolutions and discussion were duly approved. There was no instance of adjournment of any of the said meeting.

#### **Familiarization Program for Independent Directors:**

The company has set familiarisation program for independent directors with regard to their roles, rights, responsibilities in the company, nature of the industry in which the company operates, the business model of the company etc. The details of which are available on the website of the company ([www.nationalplastic.com](http://www.nationalplastic.com))

#### **Meeting of Independent Directors:**

A meeting of the Independent Directors of the Company was held on June 30, 2020 and the same was attended by Mr. Purnachandra Rao Dendukuri and Mr. Bimal Parekh.

#### **Competencies & Skills available with the Board:**

<b>Finance</b>	Comprehensive understanding of financial accounting, reporting and controls and analysis.
<b>Governance</b>	Experience in the application of Corporate Governance principles. Ability to identify key risks to the Company in a wide range of areas including legal and regulatory Compliance.

<b>Strategy &amp; Planning</b>	Ability to think strategically. Develop effective strategies in the context of the strategic objectives of the Company, relevant policies and priorities.
<b>Sales &amp; Marketing</b>	Experience in developing strategies to grow sales and market share.

### 3. REMUNERATION OF DIRECTORS:

The Board of Directors / Nomination and Remuneration Committee is authorized to decide the remuneration of the Executive Directors, subject to the approval of the members if required. The remuneration structure comprises of salary, perquisites, retirement benefits as per law / rules and commission which is linked to the performance of the Company.

The Company remunerates its Non-Executive Directors by way of sitting fees for attending each meeting of the Board and / or Committee, and the same is paid within the limits laid down in the Companies Act, 2013 read with the Rules framed thereunder

**The details of remuneration paid to the Directors for the financial year 2020-2021 are given below:**

Name	Designation	Salary	Allowance & Perquisites	Sitting Fees	Total
Mr. Paresh Vinod Parekh (DIN: 00432673)	Executive Director, Chairman, Managing Director	9,90,000	-	-	9,90,000
Mr. Ketan Vinod Parekh (DIN: 00432734)	Executive Director, Managing Director	9,90,000	-	-	9,90,000
Mr. Harsh Paresh Parekh (DIN: 06854020)	Executive Director	24,71,371	-	-	24,71,371
Mrs. Neeta Ketan Parekh (DIN: 00811690)	Non-Executive - Non Independent Director	-	-	-	-
Mr. Rajeev Rajan Kapur (DIN: 00338947)	Non-Executive - Independent Director	-	-	36000	36000
Mr. Bimal Parekh (DIN: 00070178)	Non-Executive - Independent Director	-	-	30000	30000
Mr. Nipun Shah (DIN-00195076) (Up to 14 <sup>th</sup> Aug. 2020)	Non-Executive - Independent Director	-	-	-	-
Mr. Purnachandra Rao Dendukuri (DIN:06907588)	Non-Executive - Independent Director	-	-	57500	57500
Mr. Vipul Desai (DIN: 02074877) (w.e.f. 12 <sup>th</sup> Feb. 2021)	Additional Non- Executive - Independent Director	-	-	-	-

### 4. COMMITTEES OF THE COMPANY:

The Board has formed various committees for improving board effectiveness and efficiency, in areas where more focused, specialized and technical discussions are required. These committees prepare the groundwork for decision-making and report at the subsequent board meeting. The terms of reference of the Board Committees are determined by the Board from time to time. The Board is responsible for constituting, assigning and co-opting the members of the Committees.

**a) Audit Committee:**

The Audit Committee of the Company is constituted in line with the Regulation 18 of SEBI Listing Regulations, 2015, relating to Corporate Governance read with Section 177 of the Companies Act, 2013. Four (4) Audit Committee meetings were held during the year 2020-21. The dates on which the Audit Committee meetings held were 30<sup>th</sup> June 2020, 14<sup>th</sup> August 2020, 12<sup>th</sup> November 2020 and 12<sup>th</sup> February 2021. The details of directors along with their attendance during Committee meeting is detailed below:

<b>Name of Committee Member</b>	<b>Position</b>	<b>Category</b>	<b>Meeting attended out of 4 held</b>
Mr. Nipun Shah (DIN-00195076)	Chairman (Up to 14 <sup>th</sup> August 2020)	Non-executive Independent	0
Mr. Rajeev Rajan Kapur (DIN: 00338947)	Member	Non-executive Independent	1
Mr. Purnachandra Rao Dendukuri (DIN:06907588)	Member	Non-executive & Independent	4
Mr. Paresh Vinod Parekh (DIN: 00432673)	Member	Executive, Chairman, Managing Director	4
Mr. Bimal Parekh (DIN: 00070178)	Chairman (From 11 <sup>th</sup> November 2020)	Non-executive Independent	3

The Audit Committee invites Chief Financial Officer representing Finance and Accounts and representatives of the Internal & Statutory Auditors to be present at its meetings. All the above Audit Committee meetings were held at Mumbai. The necessary quorum was present at all the meetings. The Committee periodically reviewed Internal Control systems and the report of Internal Auditors of the Company and no significant area of concern was found by the Audit Committee during the review.

The Audit Committee has approved the contracts and transactions with Related Parties in ordinary course of business and at arm's length price and has recommended those contracts and transactions to the Board for their review and approval if necessary.

**Terms of Reference of the Audit Committee:**

The Powers, role and terms of reference of the Committee are as specified under regulation 18 and Part C of Schedule II of the SEBI Listing Regulations and Section 177 of the Companies Act, 2013.

- oversight of the listed entity's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- recommendation for appointment, remuneration and terms of appointment of auditors of the listed entity;
- approval of payment to statutory auditors for any other services rendered by the statutory auditors;

4. reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
  - a. matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
  - b. changes, if any, in accounting policies and practices and reasons for the same;
  - c. major accounting entries involving estimates based on the exercise of judgment by management;
  - d. significant adjustments made in the financial statements arising out of audit findings;
  - e. compliance with listing and other legal requirements relating to financial statements;
  - f. disclosure of any related party transactions;
  - g. modified opinion(s) in the draft audit report;
5. reviewing, with the management, the quarterly financial statements before submission to the board for approval;
6. reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
7. reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
8. approval or any subsequent modification of transactions of the listed entity with related parties;
9. scrutiny of inter-corporate loans and investments;
10. valuation of undertakings or assets of the listed entity, wherever it is necessary;
11. evaluation of internal financial controls and risk management systems;
12. reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
13. reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
14. discussion with internal auditors of any significant findings and follow up there on;
15. reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
16. discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;

17. to look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
18. to review the functioning of the whistle blower mechanism;
19. approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;
20. Carrying out any other function as is mentioned in the terms of reference of the audit committee.
21. reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding rupees 100 Crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision.

**b) Nomination & Remuneration Committee:**

The Nomination & Remuneration Committee of the Company is constituted in line with the Regulation 19 of SEBI Listing Regulations, 2015 and sub section (1) of Section 178 of the Companies Act, 2013. One (1) meeting was held during the year 2020 -2021. The dates on which the Nomination & Remuneration Committee meeting held was 30<sup>th</sup> June 2020. The details of directors along with their attendance during Committee meeting is detailed below:

<b>Name of Committee Member</b>	<b>Position</b>	<b>Category</b>	<b>Meeting attended out of 1 held</b>
Mr. Rajeev Rajan Kapur (DIN: 00338947)	Chairman	Non-executive Independent	0
Mr. Nipun Shah (DIN-00195076)	Member (Up to 14 <sup>th</sup> August 2020)	Non-executive Independent	0
Mr. Purnachandra Rao Dendukuri (DIN:06907588)	Member	Non-executive & Independent	1
Mrs. Neeta Ketan Parekh (DIN:00811690)	Member	Non-Executive	1
Mr. Bimal Parekh (DIN: 00070178)	Member (From 11 <sup>th</sup> November 2020)	Non-executive Independent	0

The necessary quorum was present for the meetings.

**Terms of Reference of the Nomination & Remuneration Committee:**

1. formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
2. formulation of criteria for evaluation of performance of independent directors and the board of directors;
3. devising a policy on diversity of board of directors;

4. identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal.
5. whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
6. recommend to the board, all remuneration, in whatever form, payable to senior management.

Performance Evaluation – In terms of the provisions of the Companies Act, 2013 a structured questionnaire was prepared after taking into consideration the various aspects of the Board functioning like composition of the Board and its committees, culture, execution and performance of Specific duties, obligations and governance. The Independent Directors, in their separate meeting held on June 10, 2021 evaluated the performance of the Board, the Chairperson and the Non-Independent Directors. The result of the evaluation is satisfactory and sufficient and meets the requirements of the Company.

Further, the Annual Performance Evaluation was also carried out by the Board for the financial year 2020 - 21 in respect of its own performance, the evaluation of the working Committees, Directors through peer evaluation excluding director being evaluated.

**c) Stakeholders' Relationship Committee:**

The Stakeholders' Relationship Committee of the Company is constituted in line Regulation 20 of SEBI Listing Regulations, 2015 and Section 178 of the Companies Act, 2013. Four (4) meetings were held during the year 2020 - 2021. The dates on which the Stakeholders' Relationship Committee held were 30<sup>th</sup> June 2020, 14<sup>th</sup> August 2020, 12<sup>th</sup> November 2020 and 12<sup>th</sup> February 2021. The details of directors along with their attendance during Committee meeting is detailed below:

Name of Committee Member	Position	Category	Meeting attended out of 4 held
Mr. Purnachandra Rao Dendukuri (DIN:06907588)	Chairman	Non-executive Independent	4
Mr. Nipun Shah (DIN-00195076)	Member (Up to 14 <sup>th</sup> August 2020)	Non-executive Independent	0
Mr. Paresh Vinod Parekh (DIN: 00432673)	Member	Executive, Chairman, Managing Director	4
Mr. Ketan Vinod Parekh (DIN:00432734)	Member	Executive, Joint Managing Director	4
Mr. Rajeev Rajan Kapur (DIN: 00338947)	Member	Non-executive Independent	1
Mr. Bimal Parekh (DIN: 00070178)	Member (From 11 <sup>th</sup> November 2020)	Non-executive Independent	0

The Committee meets to inter-alia, deals with various matters relating to:



1. Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.
2. Review of measures taken for effective exercise of voting rights by shareholders.
3. Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent.
4. Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/ annual reports/statutory notices by the shareholders of the company.

**Details of Investor Complaints**

During the year, the Company had received 3 complaints from shareholders, which were disposed-off within due time and there were no complaints which had remained unresolved at the end of the year.

**d) Executive Management Committee:**

In addition to the above statutory Committee, the Board has also constituted an Executive Management Committee to review and guide the Company on various operational matters.

**5. GENERAL BODY MEETINGS:**

Annual General Meetings (AGM). The date and time of the Annual General Meetings held during the preceding three years and the special resolution(s) passed there at are as follows:

Financial Year	Date & time	Venue	Details of Special Resolution
2017-18	19 <sup>th</sup> September, 2018 at 4:00 PM	Hotel Suba Galaxy, Andheri (East), Mumbai	None
2018-19	20 <sup>th</sup> September 2019 at 4:30 PM.	Hotel Suba Galaxy, Andheri (East), Mumbai	None
2019-20	18 <sup>th</sup> September 2020 at 3:30 PM	Through Video Conferencing and Other Audio Visual means	None

**6. PASSING OF RESOLUTION BY POSTAL BALLOT:**

During the year 2020 – 2021, the Company have not passed any Special Resolution therefore there is no requirement to give disclosure as per Schedule V of Securities And Exchange Board Of India (Listing Obligations And Disclosure Requirements) Regulations, 2015,

M/s. Ragini Chokshi & Co., Practising Company Secretaries have been appointed as the Scrutinizers for of the company for the FY 2021 – 2022.

**7. MEANS OF COMMUNICATION:**

**Quarterly Results:** All Quarterly, Half yearly & Annual Results of the company are published in the National English newspaper “Business Standard: and Local language Newspaper “Mumbai Lakshadeep” and are available on the website [www.nationalplastics.com](http://www.nationalplastics.com) and the stock exchange [www.bseindia.com](http://www.bseindia.com)

**Website:** The Company's website [www.nationalplastics.com](http://www.nationalplastics.com) contains a section which covers all investor information, news & press releases as per the SEBI LODR. The Annual Report of the Company is also available on the website in a user-friendly and downloadable form.

**Bombay Stock Exchange (BSE):** The BSE website [www.bseindia.com](http://www.bseindia.com) owned, managed and maintained by BSE is a single source to view information filed by listed companies. All disclosures and communications to BSE are filed electronically through the BSE Listing centre.

**SEBI Complaints Redress System (SCORES):** The investor complaints are processed in a centralized web based complaints redress system. The salient features of this system are: Centralised database of all complaints, online upload of Action Taken Reports (ATRs) by the concerned companies and online viewing by investors of actions taken on the complaint and its current status.

**Designated Exclusive email-id:** The Company has designated the following email-id exclusively for investor servicing. For queries on Annual Report & in respect of shares in physical mode – [investor@nationalplastic.com](mailto:investor@nationalplastic.com)

At present, the Company didn't make any presentation to Institutional Investors and Analyst

#### 8. GENERAL SHAREHOLDER INFORMATION:

1	<b>Date, Time &amp; venue of AGM</b>	Friday 30th July, 2021 at 4:30 PM through Video Conferencing and Other Audio Visuals Means
2	<b>Financial Year</b>	2020 - 2021
3	<b>Financial Calendar</b>	Financial Year: April 1, 2021 to March 31, 2022 Results for Quarter ending : June 30 2021 Before August 14 September 30 2021 Before November 14 December 31 2022 Before February 14 March 31 2022 Before May 30
4	<b>Book Closure</b>	July 23, 2021 to July 30,2021
5	<b>Dividend Payment Date</b>	N.A.
6	<b>Name and Address of Share transfer Agent</b>	Link Intime (India) Pvt. Ltd. C-101, 247 Park, L.B.S. Marg, Vikroli (West), Mumbai – 400083.
7	<b>Registered Office Address</b>	Office No. 213, 214 & 215, 2nd Floor, Hubtown Solaris, N.S Phadke Marg, Andheri (E) Mumbai -400069
8	<b>Listing on stock exchange and Stock Code</b>	The BSE Limited (Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400001) Stock Code - 526616
9	<b>Payment of Listing Fees</b>	The company has made payment of listing fees for FY 2021-22
10	<b>Payment of Depository Fees</b>	The company has made payment of Depository fees.
11	<b>ISIN No (Demat No) NSDL &amp; CDSL</b>	INE233D01013
12	<b>Corporate Identification Number</b>	L25200MH1987PLC044707

- a. **MARKET PRICE DATA: DETAILS OF HIGH & LOW OF MARKET PRICE OF THE COMPANY (PPL) ON BSE AND ITS PERFORMANCE IN COMPARISON WITH BSE SENSEX (BSE) IN CHART GIVEN BELOW:**

Month	National Plastic		S & P BSE Sensex Indices		Comparative Analysis with BSE sensex	
	High	Low	High	Low	Close Price	Close Price
Apr - 20	21.85	15.00	39083.17	25638.9	19.2	33717.62
May - 20	19.50	16.40	33887.25	27500.79	18.6	32424.1
Jun - 20	23.30	17.50	32845.48	29968.45	20.65	34915.8
Jul - 20	21.05	16.50	35706.55	32348.1	18.15	37606.89
Aug - 20	22.80	16.50	38617.03	34927.2	19.3	38628.29
Sep - 20	21.90	17.05	40010.17	36911.23	19.2	38067.93
Oct - 20	21.45	18.00	39359.51	36495.98	18.25	39614.07
Nov - 20	19.70	17.55	41048.05	38410.2	18.85	44149.72
Dec - 20	25.90	18.10	44825.37	39334.92	23.65	47751.33
Jan - 21	29.45	20.30	47896.97	44118.1	21.7	46285.77
Feb - 21	24.90	20.80	50184.01	46160.46	23.35	49099.99
Mar - 21	29.70	20.00	52516.76	46433.65	24.5	49509.15

9. **SHAREHOLDING DETAILS:**

**Distribution of Shareholding by ownership, March 31, 2021**

Category		No. of Shares Held	% of Shareholding
<b>A</b>	<b>Promoter's holding</b>		
a)	Indian Promoters	5172365	56.65
b)	Persons acting in concert.	0	0
<b>Sub-Total</b>		5172365	56.65
<b>B</b>	<b>(i) Non-Promoters Holding</b>		
a)	Mutual Funds and UTI	0	0
b)	Banks, Financial Institutions, Insurance Companies	100	0.01
(Central/State Govt. Institutions/Non-Government Inst.)			
c)	FII's	0	0
d)	Foreign Portfolio Investors	100	0.01
<b>Sub-Total</b>		200	0.02
<b>(ii) Others</b>			
a)	Private Corporate Bodies	56915	0.62
b)	Indian Public / others	3194246	34.98
c)	NRIs. / OCBs.	87513	0.96
d)	Trusts	0	0
e)	IEPF	618361	6.77
<b>Sub-Total</b>		3957035	43.35
<b>Grand Total</b>		9129600	100

**Distribution of Shareholding by size, March 31, 2021**

Number of Shares		Number of Shareholders	Shareholders %	Number of Shares held	Shareholding %
1	500	9143	91.8987	1175080	12.8711
501	1000	396	3.9803	333881	3.6571
1001	2000	201	2.0203	306833	3.3609
2001	3000	75	0.7538	188778	2.0678
3001	4000	29	0.2915	104265	1.1421
4001	5000	21	0.2111	98813	1.0823
5001	10000	39	0.392	267758	2.9329
10001 and above		45	0.4523	6654192	72.8859
<b>TOTAL</b>		9949	100	9129600	100

**Shares held in physical and dematerialized form as on March 31, 2021**

Physical	544116	5.96
Dematerialized	8585484	94.04
<b>Total</b>	9129600	100

**Share Transfer System:**

The Company has outsourced its share transfer function to Link Intime (India) Pvt. Ltd., which is registered with SEBI for all work related to share registry of both physical and electronic mode.

**10. PLANT LOCATIONS:**

The Company's manufacturing units for moulded furniture are located as under.

Sr No.	Plant Location	Address
1	Silvassa	Plot No. 263, Village Dadra, Silvassa Union Territory of Dadra Nagarhaveli, (Near Dadra 66 KVA Sub-station, 6 KM from Vapi)
2	Nellore	SY. No. 283, 297, 298, APIIC Indl. Park, Menakur, Village Naidupeth Mandal, SPSR, Nellore - 524126
3	Patna	Plot No. B-1 to B-7, Industrial Area, Fatuha, Patna.

**11. OTHER DISCLOSURES:**

**1. Related Party Transactions:**

The Company has formulated a policy on Materiality of and dealing with Related Party Transactions. The Policy is available on the website of the Company at the link <http://www.nationalplastic.com>.

Your Company places all the details of related party transactions before the Audit Committee periodically. The Register of Contracts/ statement of related party transactions are also placed before the Board / Audit Committee regularly. A comprehensive list of related party transactions, as required by Regulation 23 of SEBI Listing Regulations, 2015 and the Accounting Standard (AS-18) issued by the Institute of Chartered Accountants of India, forms part of the Notes to the Accounts in the Annual Report.

**2. Details of non-compliance:**

There was no non-compliance by the Company and no penalties or strictures were imposed on the Company by the Stock Exchanges or Securities and Exchange Board of India (SEBI), or any statutory authority on any matter related to the capital markets during the last three years.

**3. Whistle Blower Policy/Vigil Mechanism:**

The company has formulated a Vigil Mechanism Policy for Directors and employees to report their genuine concerns and unethical behaviour, actual or suspected fraud or violation of the codes of conduct or policy. The necessary mechanism is in line with the requirements under the Companies Act 2013. It provides for adequate safeguards against the victimisation of Directors and employees who avail of the mechanism and also provide for direct access to the Chairman of the Audit Committee in exceptional cases. None of the whistle blowers have been denied access to the Audit committee. The said policy is available on the website of the company [www.nationalplastic.com](http://www.nationalplastic.com)

**4. Risk Management:**

Your Company has a comprehensive Risk Management Policy. The Policy inter-alia provides for review of the risk assessment and minimization procedure, laying down procedure to inform the Board in the matter and for periodical review of the procedure to ensure that Executive Management controls the risks through properly defined framework.

**5. Disclosure under the sexual harassment of women at workplace (Prevention and Prohibition and Redressal) Act 2013:**

The company has in place a policy on Prevention of Sexual Harassment at workplace in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The policy provides for protection against Sexual Harassment of Women at Workplace and for prevention and Redressal of complaints.

No Complaints were received from any employee during the financial year 2020-21 and hence no complaints are outstanding as on 31<sup>st</sup> March, 2021 for Redressal.

**6. Details of compliance with mandatory requirements and adoption of the non-mandatory requirements under the Listing Regulations:**

During the year, the Company has complied with the mandatory requirements as stipulated in Listing Regulations.

**7. Material Subsidiary:**

During the year ended March 31, 2021, the Company does not have any material listed/unlisted subsidiary companies as defined in Regulation 16 of the Listing Regulations.

**8. Commodity Price Risk / Foreign Exchange Risk and Hedging activities:**

The Company does not deal in commodities and hence the disclosure pursuant to SEBI Circular dated November 15, 2018 is not applicable.

**9. Credit Rating:**

No credit rating obtained by the Company.

**10. Certificate from Company Secretary in practice**

The Company has received a certificate from M/s. Ragini Chokshi & Co., Practicing Company Secretaries, Mumbai that none of the Directors on the board of the company have been debarred or disqualified from being appointed or continuing as Directors of the Company by the Board/Ministry of Corporate Affairs or any such statutory authority The Certificate of Company Secretary in practice is annexed herewith as a part of the report.

**11. Total Fees paid to the Statutory Auditors**

<b>Payment to Statutory Auditors</b>	<b>4,00,000</b>
<b>Other Services</b>	<b>-</b>
<b>Reimbursement of Expenses</b>	<b>-</b>
<b>Total</b>	<b>4,00,000</b>

**12. Address for Correspondence and Shareholders Assistance:**

- **Investors can communicate at the following address:**

Company Secretary and Compliance Officer  
Office No. 213, 214 & 215, 2nd Floor, Hub town Solaris,  
N.S Phadke Marg, Andheri (East), Mumbai – 400 069.  
Email : [investor@nationalplastic.com](mailto:investor@nationalplastic.com) Ph. No. : 022 – 67669999  
Fax : 022 – 67669998

- **Our Registrars & Share Transfer Agents:**

M/s Link Intime (India) Private Limited  
C 101, 247 Park, LBS Marg, Vikhroli West, Mumbai - 400 083.  
Tel No : +91-22-28515644, +91-22-28515606 Fax No : +91-22-8512885  
E-mail – [Insta@linkintime.co.in](mailto:Insta@linkintime.co.in) Website - [www.linkintime.co.in](http://www.linkintime.co.in)

**13. TRANSFER OF UNPAID/UNCLAIMED AMOUNT & SHARES TO IEPF FUND:**

During the year under review, Your Company has not transferred any amount to Investor Education and Protection Fund, due to non-declaration of Dividend in the year 2012-13, in compliance with the provisions of Section 124(5) of the Companies Act, 2013.

During the year 2020 - 2021, no equity shares were transferred to the Investor Education and Protection Fund pursuant to the provisions of Section 124(6) of the Companies Act, 2013 and the rules made there under.

The members who wish to claim dividends and shares may claim the same from IEPF Authority by submitting an online application in the prescribed Form No IEPF-5 available on the website [www.iepf.gov.in](http://www.iepf.gov.in) and sending a physical copy of the same, duly signed to the Company or RTA, along with requisite documents enumerated in the Form No IEPF-5.

The following tables give information relating to various outstanding dividends and the dates by which they can be claimed by the shareholders from the Company's Registrar and Transfer Agent:

Financial Year ended	Due Date of Transfer
2014-15	November 05, 2022
2015-16	October 29, 2023
2016-17	October 20, 2024
2017-18	October 19, 2025
2018-19	October 19, 2026

**14. CEO / CFO CERTIFICATION:**

The Managing Director & Chief Financial Officer (CFO) have issued certificate pursuant to the provisions of Regulation 17(8) of the Listing Regulations certifying that the financial statements do not contain any materially untrue statement and these statements represent a true and fair view of the Company's affairs.

**15. CODE OF CONDUCT**

The Directors, KMP, Senior Management and Employees of the Company are following code of conduct and the same is mentioned on the website of the Company.

**By the order of Board of Directors  
For National Plastic Industries Limited**

**Paresh Vinod Parekh  
Managing Director  
DIN: 00432673**

**Date: 10<sup>th</sup> June 2021  
Place: Mumbai**

**NO DISQUALIFICATION CERTIFICATE FROM COMPANY SECRETARY IN PRACTICE**

[Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,  
**The Members,**  
**National Plastic Industries Limited.**

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **National Plastic Industries Limited** having CIN **L25200MH1987PLC044707** and having registered office at **Office No. 213, 214 & 215, 2nd Floor, Hub town Solaris, N.S Phadke Marg, Andheri (East), Mumbai – 400 069** (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my/our opinion and to the best of my/our information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the financial year ending on 31<sup>st</sup> March, 2021, have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of Appointment in Company
1.	BIMAL JASVANTLAL PAREKH	00070178	12/11/2019
2.	RAJEEVRAJAN SHYAMSUNDER KAPUR	00338947	19/09/2018
3.	PARESH VINOD PAREKH	00432673	10/03/1993
4.	KETAN VINOD PAREKH	00432734	01/02/2008
5.	NEETA KETAN PAREKH	00811690	07/11/2015
6.	VIPUL AMUL DESAI	02074877	12/02/2021
7.	HARSH PARESH PAREKH	06854020	01/06/2017
8.	PURNACHANDRA RAO DENDUKURI	06907588	13/11/2018

Ensuring the eligibility for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these, based on my verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For Ragini Chokshi & Co.**  
**(Company Secretaries)**

Sd/-

**Makarand Patwardhan**  
**(Partner)**

**Membership No.: 11872**

**CP No.: 9031**

**UDIN: A011872C00445294**

Date: 10<sup>th</sup> June 2021  
Place: Mumbai

## Corporate Governance Compliance Certificate

To,

The Members,

### **National Plastic Industries Limited**

We have examined the compliance of the conditions of Corporate Governance by NATIONAL PLASTICS INDUSTRIES LIMITED ('the Company') for the financial year ended 31<sup>st</sup> March, 2021, as stipulated in Regulations 17 to 27, clauses (b) to (i) of sub-regulation (2) of Regulation 46 and para C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "the SEBI Listing Regulations").

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations for the year ended 31<sup>st</sup> March, 2021 except the following:

- As per Regulation 17(1)(b) of the SEBI (LODR), 2015, there was non-compliance in the composition of the board of directors in regards to the minimum requirement of independent directors during the period from August 18, 2020 till February 12, 2021.
- As per Regulation 18(2)(b) of the SEBI (LODR), 2015, No proper quorum was present in the audit committee meetings held on 30/06/2020, 14/08/2020 & 12/02/2020 due to the presence of only one Independent Director.
- As per Regulation 25(6) of the SEBI (LODR), 2015, there was delay of 178 days in Appointment of Independent Director after the cessation of one Independent director on August 18, 2020.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For Ragini Chokshi & Co.,  
(Company Secretaries)**

Sd/-

**Makarand Patwardhan**

(Partner)

C .P. No.: 9031

FCS No: 11872

UDIN: A011872C000445283

Date: 10<sup>th</sup> June 2021

Place: Mumbai



**INDEPENDENT AUDITOR’S REPORT**

**To the Members of  
National Plastic Industries Limited  
Report on the Audit of the Standalone Financial Statements**

**Opinion**

We have audited the standalone financial statements of National Plastic Industries Limited (“the Company”), which comprise the balance sheet as at 31st March 2021, the statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as “the standalone financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2021, and profit (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of The Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of The Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The Key audit matters	How our audit addressed the key audit matters
<b>Physical verification of Inventories as at 31st March, 2021</b>	
<p>Due to the on going restrictive conditions on account of the pandemic, physical verification of the inventory was not observed by us subsequent to the year end due to the restrictions imposed on account of COVID - 19.</p>	<p>We have carried out following procedures with respect to the assessment of the controls on the inventory maintenance;</p> <ul style="list-style-type: none"> <li>• Evaluated the design and implementation of the controls over physical verification of the inventory and tested operating effectiveness of these controls during the interim periods.</li> <li>• Management had carried out the physical verification of the inventory on 01* April, 2021. Consequently, we have performed the following alternate procedures to audit the existence of the inventory; <ul style="list-style-type: none"> <li>* Obtained the inventory verification sheets duly authorised by the respective plant and warehouse incharge and randomly traced out the backward movement of the inventory as at the year end and it was noted that there were no major deviations found.</li> </ul> </li> </ul>

### **Other Information**

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of The Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements.**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▶ Obtain an understanding of internal control! relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of The Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has an adequate internal financial controls system in place and the operating effectiveness of such controls.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ▶ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

As required by The Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of The Companies Act, 2013, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

- (A) As required by Section 143(3) of the Act, we report that:
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of The Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B"
- (B) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of The Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- I. The Company does not have any pending litigations which would impact its financial position.
  - II. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - III. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- (C) With respect to the matter to be included in the Auditor's Report under section 197(16): In our Opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act. The ministry of Corporate Affairs has not prescribed other details under section 197(16) which are required to be commented upon by us.

**For R.S.Prabhu & Associates**  
**Chartered Accountants**  
**FRN.127010W**

**Anitha Viswanathan**  
**Partner**  
**ICAI Mem No.113512**  
**UDIN:21113512AAAAGY2212**

**Date: 10<sup>th</sup> June, 2021**  
**Place: Mumbai**

**BALANCE SHEET AS AT 31ST MARCH , 2021**

Particulars	Note No.	Ind AS Balance Sheet as on 31.03.2021	Ind AS Balance Sheet as on 31.03.2020
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Property , Plant and equipment	1	33,88,21,663	32,27,30,972
Capital Work In Progress		1,25,000	1,25,000
Investment Property	2	80,13,381	91,33,069
<b>Financial Assets</b>			
Investments	3	61,000	61,000
Other Financial Assets	4	21,90,204	30,62,750
Other Non Current Assets	5	4,72,80,022	4,85,10,700
<b>Total Non Current Assets (A)</b>		<b>39,64,91,271</b>	<b>38,36,23,491</b>
<b>Current Assets</b>			
Inventories	6	25,96,33,447	22,73,46,508
<b>Financial Assets</b>			
Trade Receivables	7	20,38,92,492	27,92,13,270
Cash and Cash Equivalents	8	3,00,18,927	86,28,851
Other Current Assets	9	5,04,30,275	4,99,30,481
<b>Total Current Assets (B)</b>		<b>54,39,75,141</b>	<b>56,51,19,110</b>
<b>TOTAL ASSETS (A+B)</b>		<b>94,04,66,412</b>	<b>94,87,42,601</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity Share Capital	10	9,12,96,000	9,12,96,000
Other Equity	11	20,69,76,864	18,28,38,643
<b>Total Equity (A)</b>		<b>29,82,72,864</b>	<b>27,41,34,643</b>
<b>Liabilities</b>			
<b>Non Current Liabilities</b>			
<b>Financial Liabilities</b>			
Borrowings	12	11,88,36,795	12,80,86,924
Other Financial Liabilities	13	5,84,79,429	1,73,39,073
Deferred Tax Liabilities (Net)	14	2,59,54,437	3,49,51,107
Employee Benefit Obligations	15	57,95,998	53,19,252
Other Non Current Liabilities	16	1,53,00,589	2,32,09,365
<b>Total Non Current Liabilities (B)</b>		<b>22,43,67,248</b>	<b>20,89,05,721</b>
<b>Current Liabilities</b>			
<b>Financial Liabilities</b>			
Borrowings	17	24,07,28,957	27,58,05,166
Trade Payables	18		
1. Dues of micro enterprises and small enterprises		-	-
2. Dues of creditors other than micro enterprises and small enterprises		8,64,43,154	12,62,36,824
Other Financial Liabilities	19	7,05,31,155	1,91,32,130
Other Current Liabilities	20	38,66,622	2,53,91,754
Employee Benefit Obligations	21	6,27,320	6,09,641
Provisions	22	1,56,29,087	1,85,26,722
<b>Total Current Liabilities (C)</b>		<b>41,78,26,296</b>	<b>46,57,02,237</b>
<b>Total Liabilities (B + C) = D</b>		<b>64,21,93,544</b>	<b>67,46,07,958</b>
<b>TOTAL EQUITY AND LIABILITIES (A + D)</b>		<b>94,04,66,412</b>	<b>94,87,42,601</b>
<b>Disclosures of Accounting Policies</b>	<b>35</b>		

In terms of our report attached

For R.S.Prabhu & Associates  
Chartered Accountants  
Firm Regn. No 127010W  
CA.Anitha Viswanathan  
Partner  
UDIN : 21113512AAAAGY2212

For and on behalf of the Board of Directors

**Paresh V Parekh**  
Managing Director  
DIN: 00432673

**Ketan V Parekh**  
Managing Director  
DIN: 00432734

**Umesh Shenoy**  
Chief Financial Officer  
Place : Mumbai  
Date : 10th June, 2021

**Amit Jain**  
Company Secretary  
Place : Mumbai  
Date : 10th June, 2021

Place : Mumbai  
Date : 10th June, 2021

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021**

	Particulars	Note No.	As at	As at
			31st March 2021	31st March 2020
			₹	₹
1	Revenue from operations (gross)	23	88,01,63,739	1,31,61,03,810
	Less: Duties & Taxes Paid		11,57,04,899	17,41,64,685
	<b>Revenue from operations (net)</b>		<b>76,44,58,840</b>	<b>1,14,19,39,125</b>
2	Other Income	24	1,36,32,169	1,88,72,791
3	<b>Total revenue (1+2)</b>		<b>77,80,91,009</b>	<b>1,16,08,11,916</b>
4	<b>Expenses</b>			
	(a) Cost of materials consumed	25	49,94,40,660	80,60,34,730
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	26	(1,06,05,938)	95,91,103
	(c) Employee benefits expense	27	5,41,31,439	6,38,70,773
	(d) Finance costs	28	2,77,13,423	3,19,27,220
	(e) Depreciation and amortisation expense		2,61,49,781	2,87,79,648
	(f) Other expenses	29	16,66,35,902	20,42,87,091
	<b>Total expenses</b>		<b>76,34,65,267</b>	<b>1,14,44,90,565</b>
5	<b>Profit / (Loss) before tax (3-4)</b>		<b>1,46,25,742</b>	<b>1,63,21,351</b>
6	<b>Tax expense:</b>			
	(a) Deferred Tax		(91,36,024)	(48,02,061)
7	<b>Profit / (Loss) for the year (5-6)</b>		<b>2,37,61,766</b>	<b>2,11,23,412</b>
8	<b>Other Comprehensive Income</b>		<b>6,45,030</b>	<b>(3,20,923)</b>
	<i>Items that will not be reclassified subsequently to profit or loss</i>			
i	Actuarial Gain( Loss) on defined benefit obligation IND AS 19		5,05,776	(4,42,973)
ii	Deferred Tax Effect on above		1,39,254	1,22,050
9	<b>Total Comprehensive Income</b>		<b>2,44,06,796</b>	<b>2,08,02,489</b>
10	<b>Earnings per share (of ₹10/- each):</b>			
	(a) Basic		2.60	2.31
	(b) Diluted		2.60	2.31
	<b>See accompanying notes 30 to 35 and Significant Accounting Policies forming part of the financial statements</b>			

In terms of our report attached  
For R.S.Prabhu & Associates  
Chartered Accountants  
Firm Regn. No 127010W  
CA.Anitha Viswanathan  
Partner  
ICAI Mem No.113512  
UDIN: 21113512AAAAGY2212

Place : Mumbai  
Date : 10th June, 2021

For and on behalf of the Board of Directors

**Paresh V Parekh**  
Managing Director  
DIN: 00432673

**Umesh Shenoy**  
Chief Financial Officer  
Place : Mumbai  
Date : 10th June, 2021

**Ketan V Parekh**  
Managing Director  
DIN: 00432734

**Amit Jain**  
Company Secretary  
Place : Mumbai  
Date : 10th June, 2021

**CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2021**

Sr No.	Description	As At March 31st,2021		As At March 31st,2020	
A.	<b>Cash flow from operating activities</b>				
	Net profit Before Tax & Extra - Ordinary		1,46,25,742		1,63,21,350
	Adjusted for				
	Depreciation	2,61,49,781		2,87,79,648	
	Profit on sale of assets	68,60,963		(65,75,367)	
	Prior Period Expenses (WIP)	7,78,858		5,08,290	
	Lease Rent Amortisation (W/Off)	1,97,028		1,97,027	
	Gratuity Provision (Net of paid)	4,94,425		14,03,027	
	Provision for Bad Debts	-		20,00,000	
	Interest Charged (Net)	2,74,04,132	6,18,85,187	3,15,44,733	5,78,57,358
	Operating profit before working capital changes		7,65,10,929		7,41,78,708
	Changes in				
	Trade Receivables	7,53,20,778		(3,19,22,271)	
	Inventories	(3,22,86,939)		4,95,64,882	
	Loans and advances	64,83,236		(97,44,261)	
	Taxes Paid	(48,79,807)		(64,97,892)	
	Trade Payables & Others	(2,09,43,640)	2,36,93,629	(7,75,026)	6,25,432
	Cash generated from operations		<b>10,02,04,558</b>		<b>7,48,04,140</b>
			10,02,04,558		7,48,04,140
	Extra-ordinary items (Deferred revenue Expen.)				-
	Net cash from operating activities		10,02,04,558		7,48,04,140
B.	<b>Cash flow from investing activities</b>				
	Purchase of fixed assets / C W I P etc	(4,88,36,849)		(50,252,691)	
	Sale of assets	77,16,065		1,260,528	
	Interest Received	3,09,291		397,887	
	Net cash used in investing activities		<b>(4,08,11,493)</b>		<b>(47,10,293)</b>

<b>C.</b>	<b>Cash flow form financing activities</b>			
	Long Term Borrowings (Net)	(92,50,129)	(2,88,45,901)	
	Short Term Borrowings (Net)	(5,64,66,284)	11,13,903	
	Interest paid	2,77,13,423	(3,19,27,221)	
	Dividend Paid (Including Taxes)		(1,09,88,172)	
	<b>NET CASH USED IN FINANCING ACTIVITIES</b>		<b>(3,80,02,990)</b>	<b>(7,06,47,392)</b>
	<b>NET CHANGES IN CASH &amp; CASH EQUIVALENTS (A-B+C)</b>		<b>2,13,90,075</b>	<b>2,224,113</b>
	<b>CASH &amp; CASH EQUIVALENTS- OPENING BALANCE</b>		<b>86,28,851</b>	<b>91,82,396</b>
	<b>CASH &amp; CASH EQUIVALENTS- CLOSING BALANCE</b>		<b>3,00,18,928</b>	<b>86,28,851</b>
	Above balance includes balances with emarked accounts			
	<b>OPENING BALANCE</b>		<b>28,77,585</b>	<b>33,36,083</b>
	<b>CLOSING BALANCE</b>		<b>29,24,028</b>	<b>28,77,585</b>

For R.S.Prabhu & Associates  
Chartered Accountants  
Firm Regn. No 127010W  
CA.Anitha Viswanathan  
Partner  
ICAI Mem No. 113512  
UDIN: 21113512AAAAGY2212

For and on behalf of the Board of Directors

**Paresh V Parekh**  
Managing Director  
DIN: 00432673

**Ketan V Parekh**  
Managing Director  
DIN: 00432734

**Umesh Shenoy**  
Chief Financial Officer  
Place : Mumbai  
Date : 10th June, 2021

**Amit Jain**  
Company Secretary  
Place : Mumbai  
Date : 10th June, 2021

Place : Mumbai  
Date : 10th June, 2021



**Note 1 Property Plant & Equipment**

A	Tangible assets	Gross block			B	Tangible assets	Depreciation/Amortisation				Net block	
		Balance as at 1 April, 2020	Additions	Disposals/ Adjustments			Balance as at 31st March 2021	Balance as at 1 April, 2020	Depreciation / amortisation expense for the year	Disposals/ Adjustments		Balance as at 31st March 2021
	(a) Land Freehold	1,36,34,355			1,36,34,355					-		1,36,34,355
	Leasehold *	1,67,59,224			1,67,59,224					1,97,028	13,14,412	1,54,44,812
	(b) Buildings											
	Own use	10,45,81,363	-		10,45,81,363					31,86,084	4,73,33,718	5,72,47,646
	(c) Plant and Equipment	26,85,37,243	15,67,403		27,01,04,646					1,00,96,004	16,73,85,630	10,27,19,016
	(d) Dies & Moulds	25,63,68,718		17,78,147	24,94,36,400			87,10,465		66,78,840	16,64,43,942	8,29,92,458
	(e) Furniture and Fixtures	96,07,094			96,07,094					6,71,112	59,42,636	36,64,458
	(f) Vehicles	3,16,74,362			3,16,74,362					26,42,524	2,21,71,774	95,02,587
	(g) Office equipment	1,04,45,214	3,28,129		1,07,73,343					5,16,827	88,60,661	19,12,682
	(h) Electrical Installation	1,18,98,593			1,18,98,593					12,36,621	96,31,598	22,66,995
	(i) Others (specify nature),	36,150			36,150					2,081	34,929	1,221
	(j) Right to Use Asset	1,54,74,099	5,01,23,423		6,55,97,522					59,93,428	1,61,62,090	4,94,35,432
	<b>Total</b>	<b>73,90,16,415</b>	<b>5,37,97,102</b>	<b>87,10,465</b>	<b>78,41,03,053</b>	<b>41,62,85,343</b>	<b>3,12,20,549</b>	<b>22,24,502</b>	<b>44,52,81,390</b>	<b>33,88,21,663</b>		

**Note 2 Investment Property**

A.	Tangible assets	Gross block			Tangible assets	Depreciation/Amortisation				Net block		
		Balance as at 1 April, 2020	Additions	Disposals/ Adjustments		Balance as at 31st March 2021	Balance as at 1 April, 2020	Depreciation / amortisation expense for the year	Disposals/ Adjustments		Balance as at 31st March 2021	
	Kashimira Property Freehold	3,26,92,854			3,26,92,854					11,19,688	2,46,79,473	80,13,381
	Leasehold *	-			-					-	-	-
	<b>Total</b>	<b>3,26,92,854</b>	<b>-</b>	<b>-</b>	<b>3,26,92,854</b>	<b>2,35,59,785</b>	<b>11,19,688</b>	<b>-</b>	<b>2,46,79,473</b>	<b>80,13,381</b>		

Note : Fair Value for the property as at 31st March, 2021 is Rs.12 Cr

**Note 3 Non-current investments**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
i)	Investments (At cost): UNQUOTED Other investments Investment in government or trust securities (i) government securities	61,000	61,000
<b>Total</b>		<b>61,000</b>	<b>61,000</b>

**Note 4 Other Financial Assets**

Sr No.	Particulars	As at 31 st March, 2021	As at 31st March,2020
		₹	₹
i)	Security Deposits for Office and Godown	21,90,204	30,62,750
<b>Total</b>		<b>21,90,204</b>	<b>30,62,750</b>

**Note 5 Other Non- Current Assets**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
i)	Unexpired Lease Rentals Kashmirira Property	-	37,82,001
ii)	MAT Credit Entitlement	3,43,05,705	3,29,51,475
iii)	Other Loans and Advances - K K Plastics	48,82,559	48,82,559
iv)	Deposits	80,91,758	68,94,665
		<b>4,72,80,022</b>	<b>4,85,10,700</b>

**Note 6 Inventories**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
i)	Raw materials	6,46,84,669	3,76,96,797
ii)	Work-in-progress	3,47,37,236	3,42,15,935
iii)	Finished goods (other than those acquired for trading)	15,25,05,117	14,25,74,208
iv)	Stock-in-trade (acquired for trading)	1,43,160	1,07,459
v)	Stores and spares	7,39,437	5,89,437
vi)	Others - Packing Material	68,23,828	69,73,828
vii)	Return Assests	-	51,88,844
<b>Total</b>		<b>25,96,33,447</b>	<b>22,73,46,508</b>

**Note 7 Trade receivables**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
i)	Unsecured, considered good	22,46,86,925	30,00,07,703
ii)	Less : Exepected Credit Loss Allowance	2,07,94,433	2,07,94,433
	<b>Total</b>	<b>20,38,92,492</b>	<b>27,92,13,270</b>

**Note 8 Cash & Cash Equivalents**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
i)	Cash on hand	13,36,754	26,67,090
ii)	Balances with banks		
	(i) In current accounts	2,36,18,983	11,18,525
	(ii) In earmarked accounts	29,24,028	28,77,585
iii)	- Balances held as margin money or security against borrowings, guarantees and other commitments	21,39,161	19,65,651
	<b>Total</b>	<b>3,00,18,927</b>	<b>86,28,851</b>

**Note 9 Other current assets**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
a)	<b>Accruals</b>		
i)	Loans & Advances to Emplayoee	9,12,342	9,39,834
ii)	Prepaid Expenses	22,59,713	16,06,235
iii)	Cenvat Credit Receivables	1,76,454	1,000
iv)	GST Credit Receivables	36,78,349	44,84,816
v)	Vat/Entry Tax Refund Recevables	48,58,550	40,03,550
vi)	Advance Tax	2,83,06,055	2,34,26,248
vii)	Capital Advances	31,64,829	25,14,513
viii)	Others	8,59,060	9,02,242
ix)	Advance Suppliers	42,34,114	79,53,059
b)	<b>Others</b>		
i)	Discount Receivables	19,80,810	38,20,510
ii)	Other Receivables	-	2,78,474
	<b>Total</b>	<b>5,04,30,275</b>	<b>4,99,30,481</b>

**Note 10 Share capital**

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	Number of shares	₹	Number of shares	₹
Authorised 20000000 (20000000) Equity Shares of ₹ 10/- each	2,00,00,000	20,00,00,000	2,00,00,000	20,00,00,000
Issued subscribed & Paid up 9129600 (9129600) Equity Shares of ₹ 10/- each fully paid up	91,29,600.00	9,12,96,000.00	91,29,600.00	9,12,96,000.00
<b>Total</b>	<b>91,29,600</b>	<b>9,12,96,000</b>	<b>91,29,600</b>	<b>9,12,96,000</b>

1 (a) Rights etc attached to Equity Shares :

The Company has only one class of equity having a face value of Rs. 10 per share. Each shareholder is eligible for one vote per share held.

1 (b) Details of shares held by the shareholders holding more than 5% of the aggregate shares in the Company :

Name of the Shareholder	As at 31st March, 2021		As at 31st March, 2020	
	Number of shares	% of Holding	Number of shares	% of Holding
Mr. Paresh V Parekh	9,75,001	10.68	9,75,001	10.68
Mrs. Preeti V Parekh	9,75,000	10.68	9,75,000	10.68
Mr. Ketan V Parekh	8,34,500	9.14	8,34,500	9.14
Mrs. Neeta K Parekh	9,69,000	10.61	9,69,000	10.61
Mr. Ketan V Parekh (HUF)	5,52,000	6.05	5,52,000	6.05

1 (c) Reconciliation of number of shares outstanding as on beginning and closing of the year.

The company has neither issued nor bought back any of its shares during the year and also in previous year and balance of share at the end of the year is the same as at the beginning of the year

**Note 11 Other Equity**

Sr No.	Particulars	As at	As at
		31 <sup>st</sup> March, 2021	31 <sup>st</sup> March, 2020
		₹	₹
a)	<b>Capital reserve</b>		
	Balance As per Last Year	11,58,81,612	11,58,81,612
		<b>11,58,81,612</b>	<b>11,58,81,612</b>
b)	<b>Retained Earnings</b>		
	Opening balance	6,39,88,836	5,67,90,490
	Add: Profit / (Loss) for the year	2,37,61,766	2,11,23,411
	Less: Final Dividend Disbursed ( ₹ 1 per Share )	-	91,29,600
	Tax on Final Dividend	-	18,58,572
	Less : IND AS adjustments conversions	-	29,46,926
	<b>Closing balance</b>	<b>8,77,50,602</b>	<b>6,39,78,803</b>

c)	<b>Other Comprehensive Income</b>		
	Opening Balance	29,78,228	32,99,151
	Add:	3,66,422	-
	Less:	-	3,20,923
	Closing Balance	<b>33,44,650</b>	<b>29,78,228</b>
	<b>Total</b>	<b>20,69,76,864</b>	<b>18,28,38,643</b>

**Note 12 Non Current Borrowings**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		Rs	Rs
a)	Term loans		
i)	From banks		
	1) Secured - Vehicle Loans	25,82,224	51,17,418
	Term Loans	14,83,741	-
		<b>40,65,965</b>	<b>51,17,418</b>
b)	Loans and advances from related parties		
	Unsecured	11,47,70,830	12,29,69,506
		<b>11,47,70,830</b>	<b>12,29,69,506</b>
	<b>Total</b>	<b>11,88,36,795</b>	<b>12,80,86,924</b>

**Details of Security & Terms of Repayment**

- i) Vehicle Loan amounting to Rs 14.19 Lacs (Previous Year Rs 27.10 Lacs ) Repayable in monthly installments , last installment due in 05.12.2022 Rate of interest as at year end 7.74 % and secured against specific vehicle.
- ii) Vehicle Loan amounting to Rs 10.23 Lacs (Previous Year Rs 20.43 Lacs ) Repayable in monthly installments , last installment due in 15.11.2022 Rate of interest as at year end 7.84 % and secured against specific vehicle.
- iii) Vehicle Loan amounting to Rs 1.41 Lacs (Previous Year Rs 3.64 Lacs ) Repayable in monthly installments , last installment due in 05.07.2022 Rate of interest as at year end 8.51 % and secured against specific vehicle.
- iv) Demand Loan amounting to 14.84 Lacs (Previous Year Nil ) Repayable in monthly installments, Rate of interest as at year end 8.00%. Secured against First charge on Fixed Assets and Current Assets of Silvassa and Patna Unit.
- v) Unsecured Loans amounting to Rs 1147.70 lacs (Previous Year Rs 1229.69 lacs) represents loans from related parties and generally of long term nature however no repayment schedule is specified .

**Note 13 Other Financial Liabilities**

Sr No	Particulars	As at 31st March, 2021	As at 31st March, 2020
		Rs	Rs
i)	Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, GST etc.)	20,65,414	13,53,762
ii)	Unpaid Dividend	38,35,722	38,40,422
iii)	Unpaid Corporate Dividend Tax	-	18,58,572
iv)	Trade /Security deposits received	39,18,234	41,18,234
v)	Lease Liability (Office Premises)	4,86,60,059	61,68,083
	<b>Total</b>	<b>5,84,79,429</b>	<b>1,73,39,073</b>

**Note 14 DEFFERD TAX LIABILITY AS AT 31/03/2021**

Particulars	AMOUNT	AMOUNT
<b>Deferred Tax Liability as at 31/03/2020</b>		<b>34,951,107</b>
<b>Add:</b>		
Incremental DTL on PPE	(85,59,634)	
Incremental DTL on Unsabsorbed Loss	(4,08,061)	
Incremental DTL on Provisions for Gratuity Short Term	(4,950)	
Recognition of DTL in OCI	1,39,354	(88,33,292)
<b>Less:</b>		
Incremental DTA on Other Financial Liabilities	29,889	
Incremental DTA on Provisions for Gratuity Long Term	1,33,489	1,63,378
<b>Deferred Tax Liability as at 31/03/2021</b>		<b>2,59,54,437</b>

**Note 15 Employee Benefit Obligations**

Sr No	Particulars	As at 31st March , 2021	As at 31st March , 2020
		Rs	Rs
i)	Provision for gratuity (net)	57,95,998	53,19,252
	<b>Total</b>	<b>57,95,998</b>	<b>53,19,252</b>

**Note 16 Other Non Current Liabilities**

Sr No	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
i)	Govt Lease Land Bihar	1,17,32,250	1,18,79,406
ii)	Unamortize Govt Grant - Bihar (Plant & Mach)	21,40,339	25,68,407
iii)	Unamortize Govt Grant - Bihar (Land)	14,28,000	14,46,000
iv)	Prepaid Rental Income - Kashimira	-	14,00,270
v)	Current Non Financial Liability	-	59,15,282
	<b>Total</b>	<b>1,53,00,589</b>	<b>2,32,09,365</b>

**Note 17 Current Borrowings**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
i)	Loans repayable on demand From banks Secured - Guaranteed by Directors	24,07,28,957	27,58,05,166
	<b>Total</b>	<b>24,07,28,957</b>	<b>27,58,05,166</b>

**Notes :**

**Details of Security for the Secured Short-Term Borrowings:**

- i) Cash Credit facility from Union Bank of India amounting to Rs.1570.14 Lacs ( Previous year Rs.1841.56 Lacs ) secured against first charge on Current Assets of Silvassa, Patna and Nellore Units on Paripassu basis.
- ii) Packing Credit Loan and Export Bill Discounting from Yes Bank amounting to Rs. 837.15 Lacs (Previous Year Rs.917.13 Lacs ) secured against First charge on Fixed Assets and Current Assets of Silvassa and Patna Unit on Paripassu basis.

**Note 18 Trade payables**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
a)	<u>Micro Small &amp; Medium Enterprises</u>	-	-
b)	<u>Others</u>	8,64,43,154	12,62,36,824
	<b>Total</b>	<b>8,64,43,154</b>	<b>12,62,36,824</b>

**Note 19 Other Financial Liabilities**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
i)	Current maturities of long-term debt	6,38,38,436	79,56,764
ii)	Other payables	50,46,943	44,75,845
iii)	Security Deposit Kashmirira	-	45,08,858
iv)	Payables on purchase of fixed asset	16,45,777	21,90,663
	<b>Total</b>	<b>7,05,31,155</b>	<b>1,91,32,130</b>

**Note 20 Other Current Liabilities**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
i)	Advances from customers	38,66,622	2,53,91,754
	<b>Total</b>	<b>38,66,622</b>	<b>2,53,91,754</b>

**Note 21 Employee Benefit Obligations**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
i)	Provision for employee benefits Gratuity	6,27,320	6,09,641
	<b>Total</b>	<b>6,27,320</b>	<b>6,09,641</b>

**Note 22 Provisions**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
i)	Provision for Expenses	1,56,29,087	1,85,26,722
	<b>Total</b>	<b>1,56,29,087</b>	<b>1,85,26,722</b>

**Note 23 Revenue from operations**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
(a)	Sale of products	87,65,24,499	1,30,86,95,542
(b)	Other operating revenues	36,39,240	74,08,268
		<b>88,01,63,739</b>	<b>1,31,61,03,810</b>
	<b>Less:</b>		
(c)	Duties & Taxes	11,57,04,899	17,41,64,685
	<b>Total</b>	<b>76,44,58,840</b>	<b>1,14,19,39,125</b>

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
(i)	Sale of products comprises :		
	<b>Manufactured goods</b>		
	Domestic sales	72,57,94,489	1,08,63,49,328
	Export Sales	15,07,30,010	22,23,46,214
	<b>Total - Sale of manufactured goods</b>	<b>87,65,24,499</b>	<b>1,30,86,95,542</b>
(ii)	Other operating revenues comprise:		
	Export Entitlement Income	-	74,08,268
	Other	36,39,240	-
	<b>Total - Other operating revenues</b>	<b>36,39,240</b>	<b>74,08,268</b>



**Note 24 Other Income**

Sr. No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		Rs	Rs
i)	Interest income from Banks on Deposits	1,76,641	1,59,863
ii)	Interest Income IND AS - Hubtown Solaries	1,30,844	2,20,930
iii)	Interest Income IND AS - Patna Ofc	1,806	1,696
iv)	Other non-operating income (net of expenses directly attributable to such income)	-	53,392
v)	Govt Income - Patna Land	18,000	18,000
vi)	Govt Income Patna Plant & Mach	4,28,068	4,28,068
vii)	Govt Grant Assistance - Patna Lease Land	1,47,156	1,47,156
viii)	Profit on Sale of Asset	-	65,75,367
ix)	Other Non Operating Income	33,49,079	1,07,89,527
x)	Sundry Bal W/off	93,80,575	4,78,792
	<b>Total</b>	<b>1,36,32,169</b>	<b>1,88,72,791</b>

**Note 25 Cost of materials consumed**

Particulars	As at 31st March, 2021	As at 31st March, 2020
	₹	₹
Opening stock	3,76,96,797	8,17,23,168
Add: Purchases	52,64,28,532	76,20,08,358
	<b>56,41,25,329</b>	<b>84,37,31,526</b>
Less: Closing stock	6,46,84,669	3,76,96,797
<b>Cost of material consumed</b>	<b>49,94,40,660</b>	<b>80,60,34,730</b>

**Note 26 Changes in inventories of finished goods, work-in-progress and stock-in-trade**

Particulars	As at 31st March, 2021	As at 31st March, 2020
<u>Inventories at the end of the year:</u>		
Finished goods	15,25,05,117	14,24,56,181
Work-in-progress	3,47,37,236	3,42,15,935
Stock-in-trade	1,43,160	1,07,459
	<b>18,73,85,513</b>	<b>17,67,79,575</b>
<u>Inventories at the beginning of the year:</u>		
Finished goods	14,24,56,181	12,71,09,717
Work-in-progress	3,42,15,935	5,91,20,703
Stock-in-trade	1,07,459	1,40,258
	<b>17,67,79,575</b>	<b>18,63,70,678</b>
<b>Net (increase) / decrease</b>	<b>(1,06,05,938)</b>	<b>95,91,103</b>

**Note 27 Employee benefits expense**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
i)	Salaries , Wages & Bonus	4,79,59,388	5,74,22,085
ii)	Contributions to provident and other funds	33,04,045	36,14,384
iii)	Gratuity	14,12,412	10,89,689
iv)	Staff welfare expenses	14,55,594	17,44,615
	<b>Total</b>	<b>5,41,31,439</b>	<b>6,38,70,773</b>

**Note 28 Finance costs**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
i)	<b>Interest expense on:</b>		
	(i) Borrowings	<b>2,21,95,700</b>	<b>2,79,33,367</b>
	Working Capital	1,42,50,232	1,87,42,672
	L C	-	1,55,397
	Term Loan	28,01,997	31,00,643
	Car Loan	5,03,653	7,54,224
	Interest On Packing Credit	46,39,819	51,80,431
	(ii) Trade Payables	<b>12,53,139</b>	<b>13,84,144</b>
	Interest Paid to Creditors	7,40,147	6,32,213
	Late Payment charges	5,12,992	7,51,931
	(iii) Others	<b>30,37,132</b>	<b>9,59,858</b>
	Interest On Statutory Dues	8,00,515	(1,00,347)
	Interest paid on Sec Deposit (Debtors)	-	33,000
	Interest on Lease Liability (Office Premises)	4,94,792	10,00,766
	Interest other	17,41,825	26,439
ii)	<b>Other Borrowings Costs :</b>	<b>12,27,452</b>	<b>16,49,851</b>
	Bank Charges (Other)	12,27,452	13,50,999
	Brokerage	-	2,90,392
	Sales Bill Discounting	-	8,460
	<b>Total</b>	<b>2,77,13,423</b>	<b>3,19,27,220</b>

**Note 29 Other expenses**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
		₹	₹
<b>1.</b>	<b>MANUFACTURING EXPENSES</b>		
1.1	Consumption of stores & spare parts	48,36,222	41,45,850
1.2	Consumption of packing materials	1,30,24,917	1,29,04,230
1.3	Labour Charges	2,55,67,187	3,74,22,872
1.4	Electricity, Power and fuel	4,02,83,459	5,34,31,341
1.5	Water	1,06,440	2,09,601
1.6	Repairs and maintenance - Buildings	-	1,31,565
1.7	Repairs and maintenance - Machinery	43,63,862	52,22,137

1.8	Other Manufacturing Exp	-	46,19,955
<b>2.</b>	<b>SELLING AND DISTRIBUTION</b>		
2.1	Freight and forwarding	70,99,450	95,02,831
2.2	Sales commission	8,96,394	15,62,724
2.3	Advertisement and Sales Promotion Expenses	3,48,599	51,86,036
2.4	Export Expenses	2,24,36,596	2,10,78,787
2.5	Prov For Bad Debts (Advance)	-	20,00,000
2.6	ECL on S Debtors	2,52,076	-
<b>3.</b>	<b>ESTABLISHMENT EXPENSES</b>		
3.1	Repairs and maintenance - Others	3,47,124	7,28,017
3.2	Insurance	16,46,270	8,66,951
3.3	Rent , Rates and taxes	88,51,259	21,59,745
3.4	Lease rent on Govt Assistance approtion - Patna Lease Land	1,97,028	1,97,027
3.5	Amortisation Right Use Hubtown (Ofc) A/c	1,15,374	1,97,268
3.6	Amortisation Right Use Patna (Ofc) A/c	1,836	1,838
3.7	Lease Amortisation(Hubtown)	57,30,670	98,24,007
3.8	Lease Rent Equilization Reserve -MIDC w off A/c	-	1,44,690
3.9	Security Deposit Forfeited A/c	-	8,832
3.10	Lease Amortisation(Patna)	1,45,548	1,45,550
3.11	Communication	12,17,228	13,54,744
3.12	Travelling and conveyance , Forein Travelling	56,26,178	1,41,47,913
3.13	Printing and stationery	3,11,173	5,57,845
3.14	Motor car expenses	29,63,975	23,42,305
3.15	Donations and contributions	-	1,00,000
3.16	Legal and professional	37,94,622	46,22,559
3.17	Payments to auditors	4,00,000	4,00,000
3.18	Prior period items (net)	7,78,858	5,08,290
3.19	Loss on sale of Fixed Assets	68,60,963	-
3.20	Security charges	33,68,616	36,43,311
3.21	Miscellaneous expenses	50,63,979	49,18,270
	<b>Total</b>	<b>16,66,35,902</b>	<b>20,42,87,091</b>

**Note 30** As per Indian Accounting Standard 19 "Employee benefits", the disclosures as defined are given below :

Defined Contribution Plans

Contribution to Defined Contribution Plans, recognised as expense for the year is as under :

(Figures in ₹)

Particulars	As at 31st March, 2021	As at 31st March, 2020
Employer's Contribution to Provident Fund & Pension	33,04,045	36,14,384

The Company's Provident Fund is exempted under Section 17 of Employees' Provident Fund and Miscellaneous Provisions Act, 1952. Conditions for grant of exemption stipulate that the employer shall make good deficiency, if any, in the interest rate declared by the trust vis-a-vis statutory rate. stipulate that the employer shall make good deficiency, if any, in the interest rate declared by the trust vis-a-vis statutory rate.

Defined Contribution Plans

**I) Reconciliation of Defined Benefit Obligation**

(Figures in Rs )

Particulars	(12 Months)	(12 Months)
Opening Defined Benefit Obligation	59,28,893	45,25,866
Transfer in/(out) obligation	-	-
Current service cost	10,27,163	7,73,240
Interest Cost	3,85,249	3,16,449
Components of actuarial gain/losses on obligations:		
Due to Change in financial assumptions	2,59,688	3,45,175
Due to change in demographic assumption	-	(1,086)
Due to experience adjustments	(7,65,464)	98,884
Past service cost	-	-
Loss (gain) on curtailments	-	-
Liabilities extinguished on settlements	-	-
Liabilities assumed in an amalgamation in the nature of purchase	-	-
Exchange differences on foreign plans	-	-
Benefits Paid	(4,12,211)	(1,29,635)
Closing Defined Benefit Obligation	<b>64,23,318</b>	<b>59,28,893</b>

**II) Reconciliation of Plan Assets**

(Figures in ₹)

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	(12 Months)	(12 Months)
Opening value of plan assets	-	-
Transfer in/(out) plan assets	-	-
Expenses deducted from the fund	-	-
Interest Income	-	-
Return on plan assets excluding amounts included in interest income	-	-
Assets distributed on settlements	-	-
Contributions by employer	-	-
Assets acquired in an amalgamation in the nature of purchase	-	-
Exchange differences on foreign plans	-	-
Benefits paid	-	-
Closing value of plan assets	-	-

**III) Reconciliation of ner defined benefit liability**

(Figures in ₹ )

**Reconciliation of Plan Assets**

Particulars	As at 31st March, 2021	As at 31st March, 2020
	(12 Months)	(12 Months)
Net opening provision in books of accounts	59,28,893	45,25,866
Transfer in/(out) obligation	-	-
Transfer (in)/out plan assets	-	-
Employee Benefit Expense as per Annexure 2	14,12,412	10,89,689
Amounts recognized in Other Comprehensive Income	(5,05,776)	4,42,973
	68,35,529	60,58,528
Benefits paid by the Company	(4,12,211)	(1,29,635)
Contributions to plan assets	-	-
Closing provision in books of accounts	<b>64,23,318</b>	<b>59,28,893</b>

**IV) Composition of the plan assets**

	As at 31st March, 2021	As at 31st March, 2020
	(12 Months)	(12 Months)
Government of India Securities	0%	0%
State Government Securities	0%	0%
High quality corporate bonds	0%	0%
Equity shares of listed companies	0%	0%
Property	0%	0%
Special Deposit Scheme	0%	0%
Policy of insurance	0%	0%
Bank Balance	0%	0%
Other Investments	0%	0%
<b>Total</b>	<b>0%</b>	<b>0%</b>

**V) Bifurcation of liability as per schedule III**

(Figures in Rs)

Particulars	As at 31st March, 2021	As at 31st March, 2020
	(12 Months)	(12 Months)
Current Liability*	6,27,320	6,09,641
Non-Current Liability	57,95,998	53,19,252
Net Liability	<b>64,23,318</b>	<b>59,28,893</b>

\* The current liability is calculated as expected benefits for the next 12 months.

**VI) Principle actuarial assumptions**

Particulars	As at 31st March, 2021	As at 31st March, 2020
	(12 Months)	(12 Months)
Discount Rate	6.45%	6.85%
Salary Growth Rate	7.00%	7.00%
Withdrawal Rates	5% at younger ages reducing to 1% at older ages	5% at younger ages reducing to 1% at older ages
<b>Rate of Return on Plan Assets</b>	<b>Not Applicable</b>	<b>Not Applicable</b>

**VII) Expected cashflows based on past service liability**

	Cashflows	Distribution
	₹	%
Year 1	6,27,320	4.10
Year 2	1,68,307	1.10
Year 3	3,24,267	2.10
Year 4	1,63,380	1.10
Year 5	20,17,891	13.10
Year 6 to Year 10	18,03,081	11.70

The future accrual is not considered in arriving at the above cash-flows.

The Expected contribution for the next year is ₹ 6,27,320

The Average Outstanding Term of the Obligations (Years) as at valuation date is 10.61 years

**VIII) Sensitivity to key assumptions**

(Figures in ₹)

Particulars	As at 31st March 2021
	(12 Months)
Discount rate Sensitivity	
Increase by 0.5%	61,01,662
(% change)	-5.01%
Decrease by 0.5%	67,76,807
(% change)	5.50%
Salary growth rate Sensitivity	
Increase by 0.5%	67,55,535
(% change)	5.17%
Decrease by 0.5%	61,06,270
(% change)	4.94%
Withdrawal rate (W.R.) Sensitivity	
W.R. x 110%	-
(% change)	64,08,218
W.R. x 90%	64,38,797
(% change)	0.24%

**A description of methods used for sensitivity analysis and its Limitations:**

Sensitivity analysis is performed by varying a single parameter while keeping all the other parameters unchanged Sensivity analysis fails to focus on the interrelationship between underlying parameters.

Hence , the results may vary if two or more variables are changed simultaneously. The method used does not indicate anything about the likelihood of change in any parameter and the extent of the change if any.

**Note 31 EARNINGS PER SHARE (EPS)**

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
i)	Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders	2,37,61,766	2,11,23,412
ii)	Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	91,29,600	91,29,600
iii)	Weighted Average Potential Equity Shares	-	-
vi)	Total Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS calculating Diluted EPS	91,29,600	91,29,600
vi)	Basic Earnings per Share (Rs)	2.60	2.31
vii)	Diluted Earnings per Share (Rs)	2.60	2.31
viii)	Face Value per Equity Share (Rs)	2.60	2.31

**Note 32 RELATED PARTIES DISCLOSURES**

(i) **As per Ind AS 24, the disclosures of transactions with the related parties are given below:**

List of related parties where control exists and also related parties with whom transactions have taken place and relationships:

Sr. No.	Name of the Related Party	Designation	Relationship
1	PARESH V PAREKH	Managing Director	Key Managerial Personnel
2	KETAN V PAREKH	Director	Key Managerial Personnel
3	HARSH P PAREKH	Whole time Director	Key Managerial Personnel
4	NEETA K PAREKH	Director	Key Managerial Personnel
5	UMESH L SHENOY	Chief Financial Officer	Key Managerial Personnel
6	MAYURI JOSHI	Company Secretary (Resigned w.e.f. 12th April 2021)	Key Managerial Personnel
7	AMIT JAIN	Company Secretary (Appointed w.e.f. 10th June 2021)	Key Managerial Personnel
8	ENPEE CREDIT & CAPITAL (INDIA ) PVT LIMITED		Shareholders of the Company being relative of KMP. Also Company holds 1,48,511 shares of NPIL
9	RAYZON GLOBAL LLP		Partner in LLP being relatives of Managing Director of the Company.
10	SAMARO GLOBAL INDUSTRIES PRIVATE LIMITED		Partner in Firm being relatives of Managing Director of the Company.

(ii) Transactions during the year with related parties : (Figures in ₹)

Sr No.	Nature of Transactions (Excluding Reimbursements)	Associates/ Joint Venture	Key Managerial Personnel/ Relative	Total
		Amount	Amount	Amount
a)	<b>Net Loans and Advances, Deposits given/ (Returned)</b>			
i)	Loans / Advances Received /Taken	<b>3,82,79,000</b> (34,13,634)	<b>51,36,152</b> (29,50,594)	<b>4,34,15,152</b> (63,64,228)
ii)	Loans / Advances Repaid /Given	<b>4,89,73,457</b> (36,77,485)	<b>41,40,370</b> (1,93,71,664)	<b>5,31,13,827</b> (2,30,49,149)
iii)	Remuneration Paid	-	<b>60,24,170</b> (67,17,804)	<b>60,24,170</b> (67,17,804)
iv)	Sale of Goods	<b>20,67,327</b>	-	<b>20,67,327</b>
b)	<b>Balances as at 31st March 2021</b>			
i)	Loans and Advances	<b>58,31,801</b>	<b>10,89,39,032</b>	<b>11,47,70,833</b>
		<b>(48,36,019)</b>	<b>(11,96,33,489)</b>	<b>(12,44,69,508)</b>

**Note 32 Compensation of Key management personnel**

The remuneration of director and other member of key management personnel during the year was as follows: (₹ in Lacs)

Sr No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
i	Short-term benefits	60,24,170	67,17,804
ii	Post employment benefits	17,85,000	16,70,769
	<b>Total</b>	<b>78,09,170</b>	<b>83,88,573</b>

**Note 33 EVENTS AFTER THE REPORTING PERIOD**

The Board of Directors have not recommended dividend for the financial year 2020-2021

In terms of our report attached

**For R.S.Prabhu & Associates**

Chartered Accountants

Firm Regn. No 127010W

**CA.Anitha Viswanathan**

Partner

UDIN : 21113512AAAAGY2212

Place : Mumbai

Date : 10th June, 2021

**For and on behalf of the Board of Directors**

**Paresh V Parekh**

Managing Director

DIN: 00432673

**Umesh Shenoy**

Chief Financial Officer

Place : Mumbai

Date : 10th June, 2021

**Ketan V Parekh**

Managing Director

DIN: 00432734

**Amit Jain**

Company Secretary

Place : Mumbai

Date : 10th June, 2021



**Note No 34 : FINANCIAL INSTRUMENTS - FAIR VALUES AND RISK MANAGEMENT**  
**A. Accounting Classifications and Fair Values**

Carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy, are presented below. It does not include the fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

31st March, 2021	Carrying Amount				Fair Value			
	FVTPL	FVTOCI	Amortised	Total	Level 1	Level 2	Level 3	Total
<b><u>Financial Liabilities</u></b>								
<b><u>Non Current</u></b>								
Borrowings*	-	-	11,88,36,795	11,88,36,795	-	-	-	-
Security Deposits	-	-	5,45,61,195	5,45,61,195	-	-	-	-
<b><u>Trade Deposits**</u></b>			39,18,234	39,18,234				
Current	-	-			-	-	-	-
Borrowings	-	-	24,07,28,957	24,07,28,957	-	-	-	-
Trade Payables	-	-	8,64,43,154	8,64,43,154	-	-	-	-
Other Current Financial Liabilities	-	-	7,05,31,155	7,05,31,155	-	-	-	-
			<b>57,50,19,491</b>	<b>57,50,19,491</b>				
<b><u>Financial Liabilities</u></b>								
<b><u>Non Current</u></b>								
Borrowings*	-	-			-	-	-	-
			12,80,86,924	12,80,86,924				
Security Deposits	-	-	1,32,20,839	1,32,20,839	-	-	-	-
Trade Deposits**	-	-	41,18,234	41,18,234	-	-	-	-
Current								
Borrowings	-	-	27,58,05,166	27,58,05,166	-	-	-	-
Trade Payables	-	-	12,62,36,824	12,62,36,824	-	-	-	-
Other Current Financial Liabilities	-	-	1,91,32,130	1,91,32,130	-	-	-	-
	-	-	<b>56,66,00,117</b>	<b>56,66,00,117</b>	-	-	-	-

\* In case of long term borrowings the carrying value in the books have considered to be the fair value as the measurement carried out by applying the Effective Interest Rate method resulted in a very marginal difference

\* Trade Deposits are the deposits collected from customers and would be held in by the Company till the time the customer is associated as a measure of security towards possible non payment (if any). Since the tenure of holding cannot be ascertained the carrying value in the books have been considered to be the fair value.

**B. Measurement at Fair Values**

Valuation techniques and significant unobservable inputs

The following tables show the valuation techniques used in measuring Level 2 and Level 3 fair values, as well as the significant unobservable inputs used.

**Financial instruments measured at fair value**

Type	Valuation Technique
Security Deposits	The valuation model considers present value of expected payments discounted using an appropriate discounting rate
Investment Property	Ready Recokner rates as notified by the Government of Maharashtra

**The Fair Value of the Investment Property situated at Kashimira approximates to Rs.12 Cr as at 31/03/2021**

**C. Financial risk management**

The Company has exposure to the following risks arising from financial instruments

- (1) Credit Risk
- (2) Liquidity Risk
- (3) Market Risk

**(1) Credit Risk**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and loans and advances.

The carrying amount of following financial assets represents the maximum credit exposure:

**Trade receivables and loans and advances.**

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer in which it operates. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

The Company has established a credit policy under which each new customer is analysed individually for creditworthiness before the Company's standard payment and delivery terms and conditions are offered. Further for domestic sales, the company segments the customers into Distributors and Others for credit monitoring.

The Company maintains security deposits for sales made to its distributors. For other trade receivables, the company individually monitors the sanctioned credit limits as against the outstanding balances.

Accordingly, the Company makes specific provisions against such trade receivables wherever required and monitors the same at periodic intervals.

**As at 31st March, 2021, the ageing of Trade Receivables was as follows;**

	Carrying Amount	
	31st March, 2021	31st March, 2020
Neither Past Due nor Impaired		
Due 0- 180 days	20,38,92,492	27,92,13,270
Due 180- 365 days	<b>2,07,94,433</b>	2,07,94,433
	<b>22,46,86,925</b>	<b>30,00,07,703</b>

### Cash and cash equivalents and other Bank balances

The Company held cash and cash equivalents and other bank balances of Rs 300.19 lakhs as on 31st March 2021 (Previous year Rs 86.29 lakhs). The cash and cash equivalents are held with bank counter parties with good credit ratings.

### (2) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation

**As of 31st March, 2021 and 31st March, 2020 the Company had unutilized credit limits from banks of Rs 3.18 Cr and Rs 18 Cr respectively.**

### Maturity profile of financial liabilities

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

31st March, 2021	Carrying Amount	Contractual Cash Flows				
		Total	Less than 6 months	6-12 months	1-2 years	More than 5 years
Working Capital Borrowings	24,07,28,957	24,07,28,957		24,07,28,957		
Trade Payables	8,64,43,154	8,64,43,154	-	8,64,43,154	-	-
Other Financial Liabilities	7,05,31,155	7,05,31,155	7,05,31,155			

31st March, 2020	Carrying Amount	Contractual Cash Flows				
		Total	Less than 6 months	6-12 months	1-2 years	More than 5 years
Working Capital Borrowings	27,58,05,166	27,58,05,166		27,58,05,166		
Trade Payables	12,62,36,824	12,62,36,824	-	12,62,36,824	-	-
Other Financial Liabilities	1,91,32,130	1,91,32,130	1,91,32,130			

The gross inflows/(outflows) disclosed in the above table represent the contractual undiscounted cash flows relating to the financial liabilities which are not usually closed out before contractual maturity.

### (3) Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. We are exposed to market risk primarily related to foreign exchange rate

risk, interest rate risk and the market value of our investments. Thus, our exposure to market risk is a function of investing and borrowing activities and revenue generating and operating activities in foreign currency. The objective of market risk management is to avoid excessive exposure in our foreign currency revenues and costs.

### **Currency risk**

The Company is exposed to currency risk on account of its borrowings and other payables in foreign currency. The functional currency of the Company is Indian Rupee.

Exposure to currency risk (Exposure in different currencies converted to functional currency i.e. INR)

The currency profile of financial assets and financial liabilities as at 31st March, 2021 and 31st March, 2020 are as below:

<b>31st March, 2021</b>		<b>USD</b>
<b>Financial Assets</b>		
Trade & Other Receivables		37,126
<b>Total</b>		<b>37,126</b>
<b>Financial Liabilities</b>		
Trade & Other Payables		
<b>Total</b>		-
<b>Net Exposure</b>		<b>37,126</b>
<b>31st March, 2020</b>		<b>USD</b>
<b>Financial Assets</b>		
Trade & Other Receivables		1,19,196
<b>Total</b>		<b>1,19,196</b>
<b>Financial Liabilities</b>		
Trade & Other Payables		-
<b>Total</b>		-
<b>Net Exposure</b>		<b>1,19,196</b>

The following exchange rates have been applied during the year

<b>INR</b>	<b>Year End Spot Rate</b>	
	<b>31st March, 2021</b>	<b>31st March, 2020</b>
USD 1	73.23	79.19

### **Sensitivity analysis**

A reasonably possible strengthening (weakening) of the foreign Currency against the Indian Rupee at 31st March would have affected the measurement of financial instruments denominated in foreign currencies and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

	<b>31st March, 2021</b>		<b>31st March, 2020</b>	
	<b>Effect in Profit &amp; Loss</b>		<b>Effect in Profit &amp; Loss</b>	
<b>Effect in INR</b>	<b>Strengthening</b>	<b>Weakening</b>	<b>Strengthening</b>	<b>Weakening</b>
USD 3% movement	81,562.68	-81,562.68	2,83,174	-2,83,174

### Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing investments will fluctuate because of fluctuations in the interest rates.

### Exposure to interest rate risk

Company's interest rate risk arises from borrowings. The interest rate profile of the Company's interestbearing financial instruments as reported to the management of the Company is as follows.

	31st March, 2021	31st March, 2020
Variable rate Borrowings	8,37,14,800	9,17,13,191

### Cash flow sensitivity analysis for variable-rate instruments

A reasonably possible change of 25% in interest rates (MCLR) at the reporting date would have increased (decreased) profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency exchange rates, remain constant.

Particulars	Profit / (Loss)	
	25% Increase	25% Decrease
<b>March 31, 2021</b>		
Variable Rate Instruments	-18,08,240	18,08,240
<b>Cash Flow Sensitivity (Net)</b>	<b>-18,08,240</b>	<b>18,08,240</b>
<b>March 31, 2020</b>		
Variable Rate Instruments	-19,81,005	19,81,005
<b>Cash Flow Sensitivity (Net)</b>	<b>-19,81,005</b>	<b>19,81,005</b>

The risk estimates provided assume a parallel shift of 25% interest rate across all yield curves. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The period end balances are not necessarily representative of the average debt outstanding during the period.

### Capital Management

For the purpose of the Company's capital management, capital includes issued capital and other equity reserves. The primary objective of the Company's Capital Management is to maximise shareholders value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants. The Company monitors capital using debt to equity ratio.

Particulars	31st March, 2021	31st March, 2020
Non Current Borrowings	11,88,36,795	12,80,86,924
Current Borrowings	24,07,28,957	27,58,05,166
<b>Gross Debt</b>	<b>35,95,65,753</b>	<b>40,38,92,090</b>
<b>Total Equity</b>	<b>29,82,72,864</b>	<b>27,41,34,643</b>
<b>Adjusted Net Debt to Equity Ratio</b>	<b>1.21</b>	<b>1.47</b>

## **NOTE 35 NOTES TO THE STANDALONE FINANCIAL STATEMENTS**

### **A. CORPORATE INFORMATION**

National Plastic Industries Limited ("the Company") is a listed entity incorporated in India. The addresses of its registered office and principal place of business are disclosed in the introduction to the annual report.

### **B. SIGNIFICANT ACCOUNTING POLICIES**

#### **B.1 BASIS OF PREPARATION AND PRESENTATION**

The financial statements have been prepared on the historical cost basis except for Defined Benefit Plan - Plan Assets which has been measured at fair value amount.

The financial statements of the Company have been prepared to comply with the Indian Accounting standards ('Ind AS'), including the rules notified under the relevant provisions of the Companies Act, 2013.

Company's financial statements are presented in Indian Rupees (RS), which is also its functional currency.

The financial statements of the Company have been prepared to comply with the Indian Accounting standards ('Ind AS'), including the rules notified under the relevant provisions of the Companies Act, 2013.

#### **B.2 USE OF ESTIMATES AND JUDGEMENTS**

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures of contingent liabilities as at the date of the financial statements and the reported amounts of income and expense for the periods presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected.

Key sources of estimation of uncertainty at the date of the financial statement, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are in respect of impairment of investments , useful lives of property , plant and equipment , valuation of deferred tax assets and fair value measurement of financial instruments , these are discussed below. Key sources of estimation of uncertainty in respect of revenue recognition , employee benefits and provisions and contingent liabilities have been discussed in their respective policies.

##### **Useful lives of property , plant and equipment**

The company reviews the useful life of property , plant and equipment at the end of each reporting period. This reassessment may result in change in depreciation expense in future periods.

##### **Valuation of deferred tax assets**

The Company reviews the carrying amount of deferred tax assets at the end of each reporting period. The policy has been explained under note 2(i).

##### **Fair value measurement of financial instruments**

When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow model. The

inputs to these models are taken from observable markets where possible , but where this is not feasible , a degree of judgement is required in establishing fair values. Judgements include consideration of inputs such as liquidity risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

### **B.3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **(a) Property, plant and equipment**

Property, plant and equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Expenses incurred relating to construction of factory extension at Silvasa , Patna and Nellore during the construction stage prior to its intended use are disclosed under Capital Work - in - Progress.

Depreciation on property, plant and equipment is provided using straight line method Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013

<b>Sr No.</b>	<b>Particular</b>	<b>Useful Life (in Years)</b>
1	Land	30
2	Buildings	30
3	Plant & Machinery	15
4	Dies & Moulds	15
5	Furniture & Fixtures	10
6	Vehicles	8
7	Office Equipment	8
8	Electrical Installation	10
9	Others	5

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Gains or losses arising from derecognition of a property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

#### **(b) Leases**

Effective from 1 April 2019, the Company has applied Ind AS 116, which replaces the existing lease standard, Ind AS 17 Leases and other interpretations. The Company has applied Ind AS 116 using the modified retrospective approach and has accordingly not restated the comparative information. The Company at the inception of a contract,

assesses whether a contract, is or contains a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Ind AS 116 introduces a single balance sheet lease accounting model for lessees. A lessee recognises a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. The Company has elected not to recognise right-of-use of assets and lease liabilities for short term leases that have a lease term of 12 months or less and leases of low value assets. The Company recognises the lease payments associated with these leases as an expense on a straight line basis over the lease term. Lessor accounting remains similar to the accounting under the previous standard i.e. lessor continues to classify leases as finance or operating lease. This policy is applied to contracts entered into, or changed, on or after 1 April 2019. For contracts entered into before 1 April 2019, the determination of whether an arrangement is, or contains a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

#### **As a lessee**

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right of use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct cost incurred and an estimate of cost to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received. The right-of-use asset is subsequently depreciated using the straight line method from the commencement date to the earlier of the end of the useful life or the end of the lease term. The estimated useful life of the right-of-use assets are determined on the same basis as those of property, plant and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability. The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. The lease payments shall include fixed payments, variable lease payments, residual value guarantees, exercise price of a purchase option where the Company is reasonably certain to exercise that option and payment of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease. Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. It is remeasured to reflect any reassessment or modification, or if there are changes in in-substance fixed payments. When the lease liability is remeasured, the corresponding adjustment is reflected in the right-of-use asset, or profit and loss if the right-of-use asset is already reduced to zero. On the Balance Sheet, right-of-use assets have been included in property, plant and equipment and lease liabilities have been included in borrowings and other financial liabilities.

In the comparative period, leases of property, plant and equipment where the Company, as lessee, had substantially all the risks and rewards of ownership was classified as finance leases. Finance leases are capitalised at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or



other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. Leases in which a significant portion of the risks and rewards of ownership was not transferred to the Company as lessee was classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) was charged to profit or loss on a straightline basis over the period of the lease unless the payments was structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

**As a lessor**

Lease income from operating leases, where the Company is a lessor, is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflation.

**(c) Inventory**

Items of Inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any, except in case of by-products which are valued at net realisable value. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition.

**(d) Impairment of non-financial assets - property, plant and equipment and intangible assets**

INDAS 36 on Impairment of Assets requires every company to test for the impairment of its PPE annually. Due to the nature of business and products of the Company, the moulding process of production, the assets do not have a very high risk of impairment. Further Management has view that Moulding machines do not get impaired on their own as they host the moulds through which the moulding of plastic and other products happen. Moulds have a useful life in terms capacity of no of items to be produced. However, the Company maintains the moulds very well as a result; the moulds outlive their useful life.

**(e) Provisions**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

**(f) Employee Benefits Expense**

**Short Term Employee Benefits**

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

**Defined Benefit Plans**

The Company pays gratuity to the employees whoever has completed five years of service with the Company at the time of resignation/superannuation. The gratuity is paid @15 days

salary for every completed year of service as per the Payment of Gratuity Act 1972.

The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

Re-measurement of defined benefit plans in respect of post-employment are charged to the Other Comprehensive Income.

**(g) Tax Expenses**

The tax expense for the period comprises current and deferred tax. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the comprehensive income or in equity. In which case, the tax is also recognised in other comprehensive income or equity.

**Current Tax**

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the reporting period.

**Deferred Tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of Deferred tax liabilities and assets are reviewed at the end of each reporting period.

**(h) Foreign currencies transactions and translation**

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss.

**(i) Revenue recognition**

Effective from April 1, 2018, the Company has applied IND AS 115 which establishes a comprehensive framework for determining whether, how much and when the revenue is to be recognised. IND AS 115 replaces IND AS 18 Revenue and IND AS 11 Construction Contracts. Para D35 of IND AS 101 First Time Adoption of IND AS states that a first time adopter is not required to restate contracts that were completed before the earliest reporting period. Since Company does not have any kind of continuing contracts, the Company has adopted IND AS 115 using the prospective method.

IND AS 115 prescribes a five step model for revenue recognition;

- 1) Identifying the Contract with the Customer
- 2) Identifying the Performance Obligation
- 3) Determining the Transaction Price
- 4) Allocating the Transaction Price to the Performance Obligation
- 5) Recognising the Revenue proportionately.

The Company earns revenue primarily from sale of household furnitures.

Accordingly revenue from domestic sale of goods is recognised when the performance obligations (i.e. delivery of the goods) are completed to the buyer.

Company follows industry practice of providing a right to return the defective products / parts and replaces the same. As required under the para 55 of IND AS 115, return liability has been recognised on the basis of expected returns which in turn have been computed on the basis of average returns of the Company over the past three years.

Revenue from export sale of goods is recognised when the performance obligations (i.e. loading of the goods on the vessel) are completed in case of Free on Board (FOB) contracts. In cases of Export sales under Cost including Freight contracts (CIF) Company recognises the revenue as per the general industry practise (i.e loading the goods on the vessel date). However Company has ensured that the delivery of all the revenue recognised as at the reporting date have actually reached the desired destination before finalisation of the accounts thereby ensuring the completeness of performance obligation.

Revenue from rendering of services is recognised when the performance of agreed contractual task has been completed.

Revenue from sale of goods is measured at the transaction price mutually decided at the time of execution of the contracts / Purchase Orders with the customers. The rates for the goods or services differ from customer to customer.

Revenue from operations includes sale of goods, services, goods and service tax (GST) and adjusted for discounts (net).

**Interest income**

Interest income from a financial asset is recognised using effective interest rate method.

**Significant Judgements in applying IND AS 115**

Timing of satisfaction of performance obligation	Since the Company is purely in the business of sale of furniture the timing of satisfaction of the performance obligation is clearly the date on which the intended goods are delivered to the customer
Timing of satisfaction of performance obligation (Export Sales)	In case of FOB sales, the timing of satisfaction of performance obligation would be date of loading of the goods on the vessel.
Timing of satisfaction of performance obligation (Export Sales)	In case of CIF sales, Company has taken a judgement based on current industry practice to consider these transaction in same line as that of FOB sales.
Transaction price & the amounts allocated to the performance obligations	Individual contracts / purchase orders are executed with each customer categorically specifying the individual unit rate decided after mutual negotiations.
Method of recognising revenue	Output Method
Reason for selection of Output method	As stipulated in Para B15, since the measurement of performance obligation can be directly evidenced, output method of revenue recognition is adopted.

**(j) Government Grants**

Grants received towards depreciable assets has been recognised as income over the period of useful life of the assets through which it is depreciated.

Grants received towards non depreciable assets has been recognised as income over the period in which expenses have been incurred to realise income from those assets.

**(k) Financial instruments**

**i) Financial Assets**

**A. Initial recognition and measurement**

All financial assets and liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition. Purchase and sale of financial assets are recognised using trade date accounting.

**B. Subsequent measurement**

**a) Financial assets carried at amortised cost (AC)**

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**Impairment of financial assets**

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

\* The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or

\* Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

For trade receivables Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company has its own adopted policy to determine impairment loss on the portfolio of trade receivables. At every reporting date this policy is reviewed and changes in the forward looking estimates are analysed.

**ii) Financial liabilities**

**A. Initial recognition and measurement**

All financial liabilities are recognized at fair value and in case of loans, net of directly attributable cost. Fees of recurring nature are directly recognised in the Statement of Profit and Loss as finance cost.

**B. Subsequent measurement**

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the

short maturity of these instruments.

**iii) Derecognition of financial instruments**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

**C. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

The preparation of the Company's financial statements requires management to make judgement, estimates and assumptions that affect the reported amount of revenue, expenses, assets and liabilities and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities

**a) Depreciation / amortisation and useful lives of property plant and equipment / intangible assets**

Property, plant and equipment / intangible assets are depreciated / amortised over their estimated useful lives, after taking into account estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation / amortisation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation / amortisation for future periods is revised if there are significant changes from previous estimates.

**b) Recoverability of trade receivable**

Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

**c) Provisions**

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

**d) Impairment of non-financial assets**

Due to the nature of business and products of the Company, the moulding process of production, the assets do not have a very high risk of impairment. Further Management has view that Moulds do not get impaired on their own as they host the moulds through which the moulding of plastic and other products happen. Moulds have a useful life in terms capacity of no of items to be produced. However, the Company maintains the

moulds very well as a result; the moulds outlive their useful life.

**D AUDITOR REMUNERATION**

Sr No.	Particulars	As at	As at
		March ,31 2021	March ,31 2020
		₹	₹
	<b>AUDITOR REMUNERATION</b>		
i)	For Statutory Audit	4,00,000	4,00,000
ii)	For Tax Audit	1,10,000	1,10,000

**E EXPENDITURE IN FOREIGN CURRENCY #**

Sr No.	Particulars	As at	As at
		March ,31 2021	March ,31 2020
		₹	₹
i)	Bank Charges	1,26,131	95,351

**F EARNINGS IN FOREIGN EXCHANGE @**

Sr No.	Particulars	As at	As at
		March ,31 2021	March ,31 2020
		Rs	Rs
i)	Export of goods calculated on FOB Basis	15,02,40,713	13,92,95,799

**G** Under MICRO , Small and Medium Enterprises Development Act , 2006, (MSMED) which came into force from 2 October , certain disclosures are required to be made relating to Micro, Small and Medium enterprises . On the basis of the information and records available with the management , there are no outstanding dues to the Micro and Small enterprises as defined in the Micro, Small and Medium Enterprises Development Act , 2006

**H CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES**

New and amended standards

“There have been no new Standards made applicable for the FY 2020-2021 and as a result there is nothing to disclose under this section”.

**I STANDARDS ISSUED , BUT NOT YET APPLICABLE**

Ministry of Corporate Affairs (“MCA”) notifies new standard or amendments to the existing standards . There is no such notification which would have been applicable from 1 April , 2020.

For R.S.Prabhu & Associates  
Chartered Accountants  
Firm Regn. No 127010W  
CA.Anitha Viswanathan  
Partner  
UDIN : 21113512AAAAGY2212

For and on behalf of the Board of Directors

**Paresh V Parekh**  
Managing Director  
DIN: 00432673

**Ketan V Parekh**  
Managing Director  
DIN: 00432734

**Umesh Shenoy**  
Chief Financial Officer

**Amit Jain**  
Company Secretary

Place : Mumbai  
Date : 10th June, 2021







